

INFORMATICS EDUCATION LTD.

(Company Registration Number: 198303419G)
(Incorporated In the Republic of Singapore)

QUARTERLY UPDATE PURSUANT TO RULE 1313(2) OF THE SGX LISTING MANUAL

1. Introduction

Informatics Education Ltd (the “**Company**”, and together with its subsidiaries, the “**Group**”) was placed on the watch-list pursuant to Rule 1311 of the SGX Listing Manual on 5 June 2017.

Pursuant to Rule 1313(2) of the SGX Listing Manual, the Board of Directors (the “**Board**”) of the Company wishes to provide the following update for the second quarter ended 30 September 2017 (“**2Q FY2018**”).

2. Financial Situation

For 2Q FY2018, the Group’s recorded a revenue of \$2.6 million, a decrease of \$0.3 million or 12% as compared with \$2.9 million in Q2 FY2017.

The Group recorded a loss before tax of \$1.6 million, a marginal 1% increase as compared with Q2 FY2017. This was achieved through reduced employee benefits expense and other operating expenses incurred.

For more details on the results and financial position of the Group for 2Q FY2018, please refer to our separate announcement released on 8 November 2017.

3. Future Direction

The Board expects business conditions to remain challenging, especially for the Private Education segment in Singapore.

The Group intends to focus on revenue and cash flow growth in profitable core segments of Executive Education, Teaching and Education Licensing. In addition, the Group will accelerate the marketing of NCC Education’s Digi suite of computing programmes, which caters to primary and secondary school students, in the Licensing segment. The Group will also continue to capitalize on its 4-year Edutrust award, to increase student recruitment for its Singapore School.

The Group will continue to streamline its processes to achieve a leaner cost structure. The Board is pleased to share that the Company has further consolidated its back-office functions during the second quarter of the financial year, which has resulted in greater efficiencies.

4. Material Development

There are no material developments that may have a significant impact on the Group’s financial position.

BY ORDER OF THE BOARD

Yau Su Peng
Executive Director
8 November 2017