

Appendix 4E

1. Company Details

Name of Entity: Schrole Group Ltd

ABN: 27 164 440 859

Reporting period: for the year ended 31 December 2020

Previous period: for the year ended 31 December 2019

2. Results for Announcement to the Market

The current year financial results represent the consolidated entity comprising Schrole Group Ltd ('Schrole Group', 'Company') and its wholly owned subsidiaries for the year ended 31 December 2020.

	2020 \$	2019 \$	%
Sales revenue	5,675,337	5,604,360	1.3%
- Software	4,696,199	4,295,441	9.3%
- Training*	979,138	1,308,919	-25.2%
Total revenue	6,144,602	5,684,245	8.1%
EBITDA	(1,033,235)	(1,187,366)	13.0%
Net loss	(2,177,382)	(1,969,565)	-10.6%
Cash and cash equivalents	5,107,987	2,005,189	154.7%
Net current assets / (deficiency)	1,547,796	(1,982,813)	
Net assets / (deficiency)	2,189,108	(709,968)	
Net cash (used in) operating activities	(1,000,811)	(859,279)	-16.5%

*Training sales during FY20 were impacted by reduced training activity overall as a result of COVID-19 however activity improved towards the end of the period with a 21% increase in sales in Q4 FY20

- Finished FY20 with a strong cash position of \$5.1m, an increase of \$3.1m on prior year
- FY20 sales revenue grew by 1.3% to \$5.7m demonstrating resilience in a challenging operating environment
- EBITDA loss of \$1.0m, representing a 13% improvement on prior year, reflecting diverse revenues and disciplined cost control
- Net loss for FY20 of \$2.17m, 10.6% more than prior year, due to increased amortisation as software assets are utilised
- Major new software release is on track for first stage release mid-2021
- Collaboration with Faria's sales and development teams continues with full integration expected to be in place from July 2021

Please refer to the attached FY20 Results Overview and Annual Report to Shareholders for further commentary.

3. Net Tangible Assets

	2020 Cents	2019 Cents
Net tangible assets/(deficit) per ordinary security	0.1	(0.2)

The net tangible assets per ordinary security is calculated based on 1,473,183,763 ordinary shares on issue as at 31 December 2020 (31 December 2019: 889,620,231 ordinary shares).

4. Audit Qualification or Review

Details of audit/review dispute or qualification (if any):

An unqualified opinion relating to the financial statements has been issued by the Company's Auditor and is included in the Annual Report to shareholders.

5. Attachments

Details of attachments (if any):

For the year ended 31 December 2020:

- Annual Report to Shareholders for the year ended 31 December 2020
- FY20 Results Overview
- Corporate Governance Statement
- Appendix 4G

6. Dividend

N/A

7. Signed



Rob Graham
Managing Director
Date: 25 February 2021