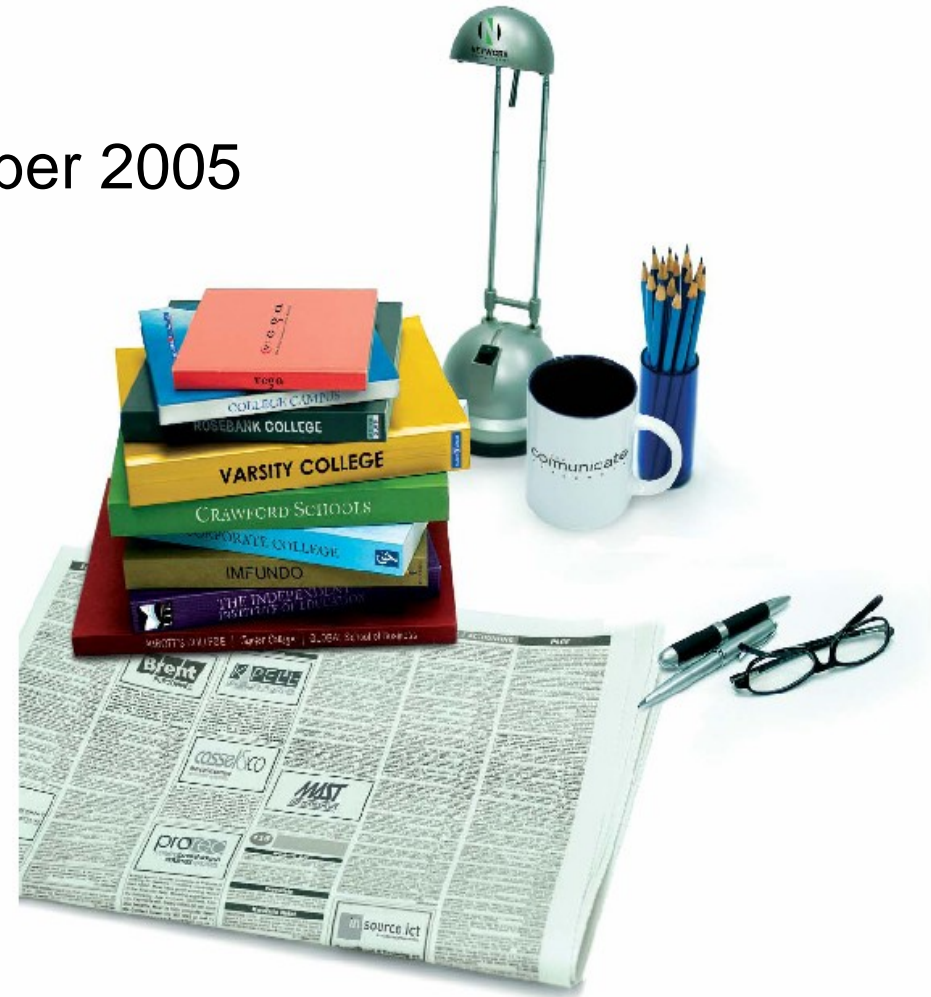


audited results

for the year ended 31 December 2005



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OVERVIEW

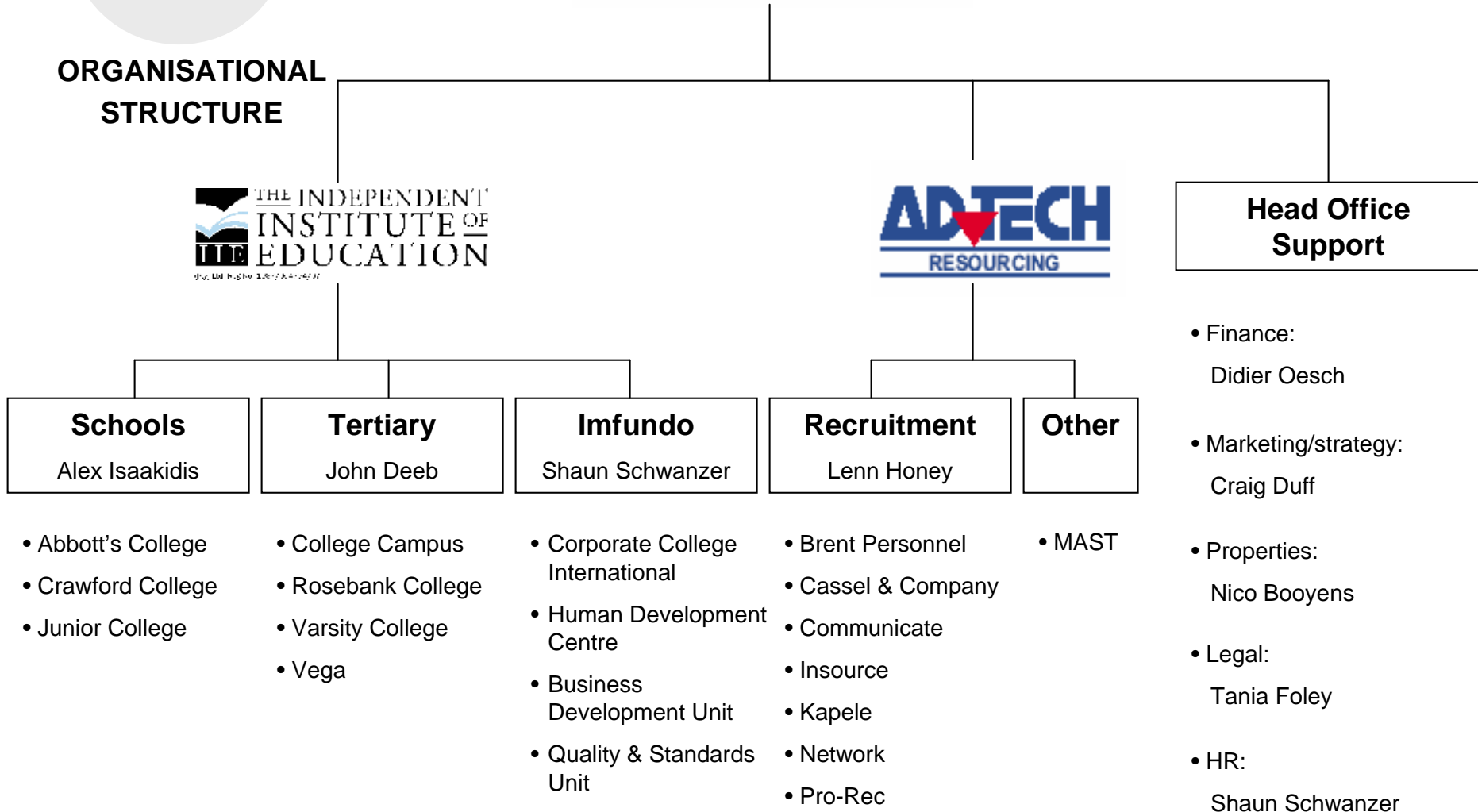


- The ADvTECH Group is a leader in Southern Africa in the area of Education, Training, Skills Development and Career Placement
- The Group is focused on the development, deployment and management of human capital
- The business operates through two primary divisions, namely:
 - Independent Education
 - Human Resourcing



- Board of Directors
- Executive Committee
- Frank Thompson - CEO

ORGANISATIONAL STRUCTURE



Schools

Alex Isaakidis

- Abbott's College
- Crawford College
- Junior College

Tertiary

John Deeb

- College Campus
- Rosebank College
- Varsity College
- Vega

Infundo

Shaun Schwanzer

- Corporate College International
- Human Development Centre
- Business Development Unit
- Quality & Standards Unit

Recruitment

Lenn Honey

- Brent Personnel
- Cassel & Company
- Communicate
- Insource
- Kapele
- Network
- Pro-Rec

Other

- MAST

Head Office Support

- Finance: Didier Oesch
- Marketing/strategy: Craig Duff
- Properties: Nico Booyens
- Legal: Tania Foley
- HR: Shaun Schwanzer



(Pty) Ltd. Reg No. 1987/001751/07

SCHOOLS

TERTIARY

SKILLS



YOUR CHOICE . YOUR CAREER . YOUR FUTURE





RECRUITMENT

OTHER

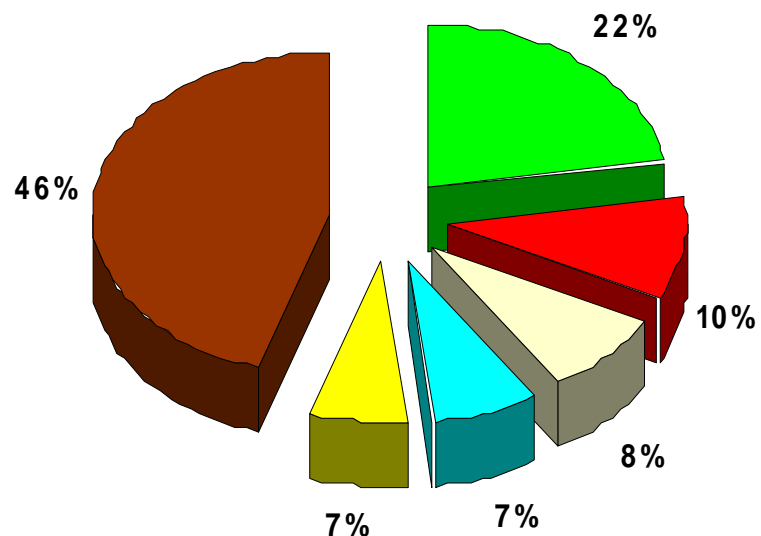




SHAREHOLDER ANALYSIS

As at 31 December 2005

- Directors & Staff
- Old Mutual
- Sanlam
- Welihockyj interests
- Netcare
- Other



Number of registered shareholders = 3,206

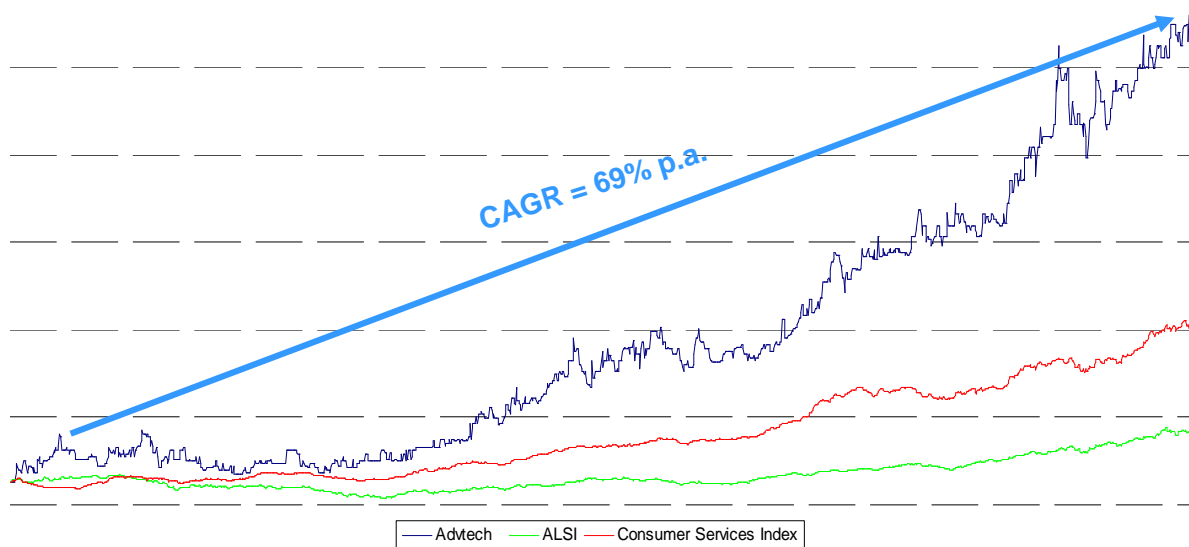


MARKET DATA

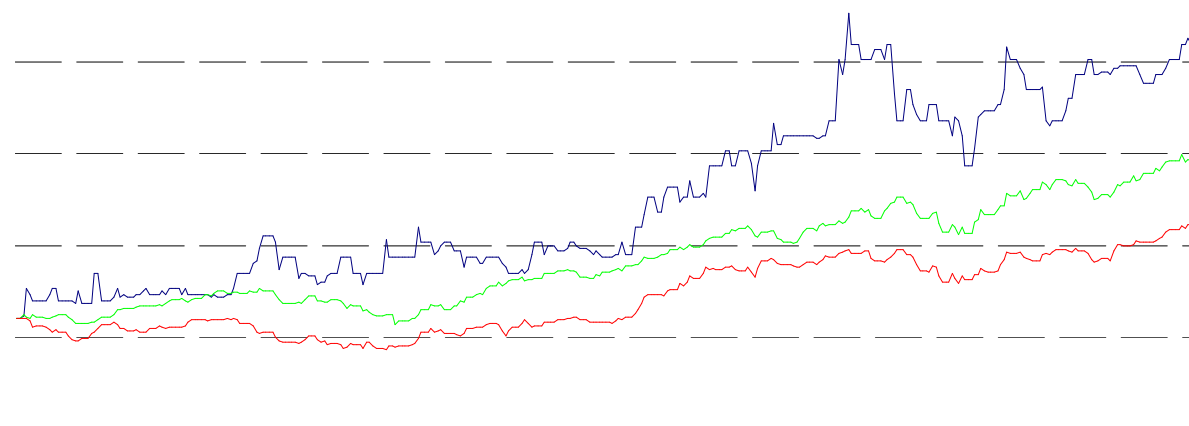
Share Statistics (17/03/2006)	
Share Price (cents)	230
Market Cap (R'm)	905
PE (historical)	14.4x
Shares in Issue (m)	394

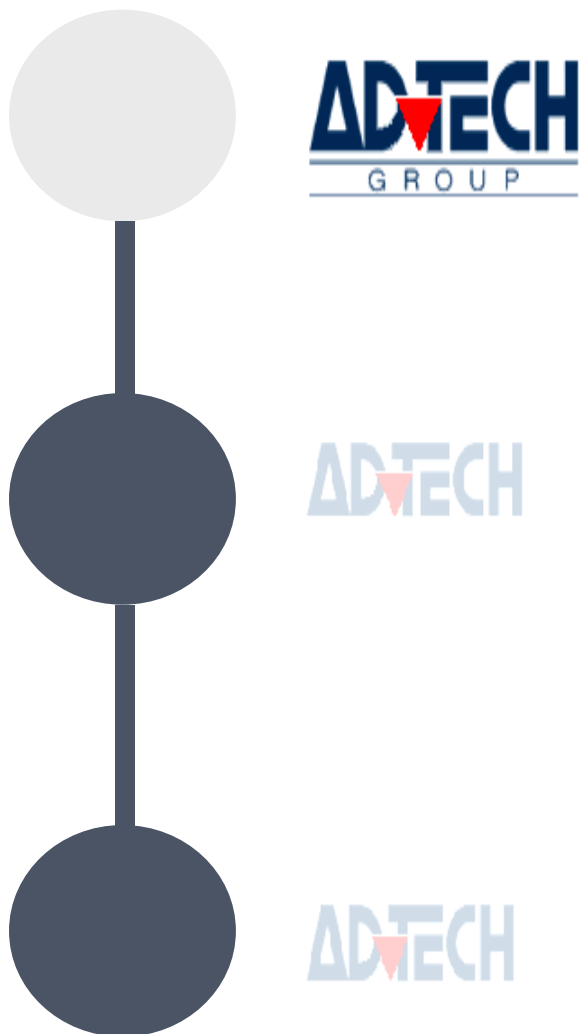
ADH share price indexed against All Share Index and Consumer Services Index

Jan '02 to Dec '05



Jan '05 to Dec '05





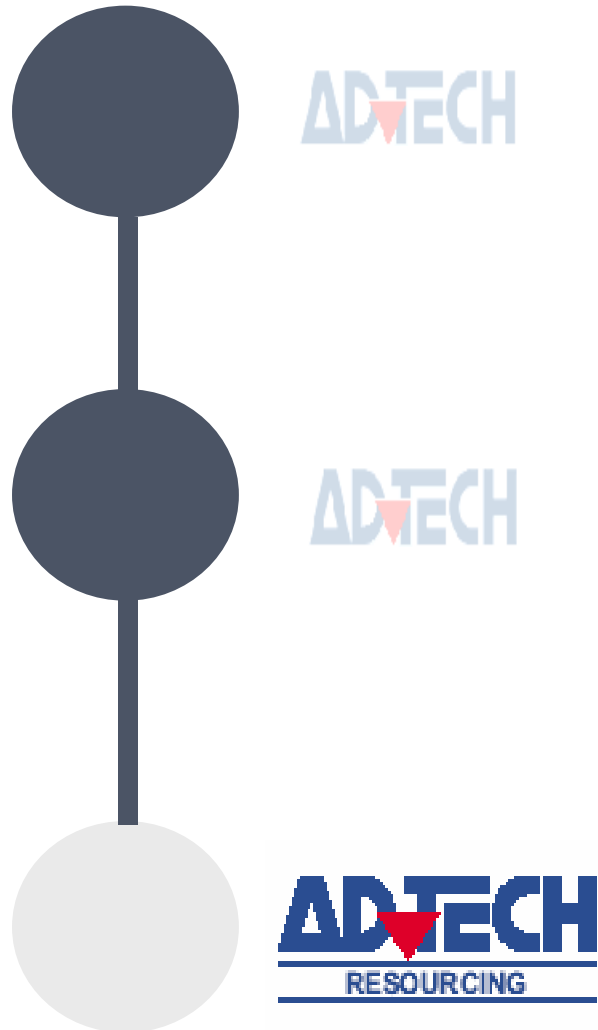
OPERATIONAL HIGHLIGHTS

- o Continued growth and margin improvement
- o Remained cash positive throughout the year for the 1st time (despite significant capex)
- o Satisfactory advances in labour equity, empowerment and transformation imperatives
- o Both divisions produced excellent results



EDUCATION

- o The benefits of the recent capital expenditure began to filter through – 7% enrolment growth
- o The division benefited from a solid improvement in enrolments across all campuses.
- o 66% of learners are from previously disadvantaged communities (R25m spent on academic support)
- o Sustained track record of high academic achievement



RESOURCING

- o Buoyant economic environment

- o Honed business model resulted in strong performances in key focus areas of
 - o Finance
 - o IT
 - o Engineering

- o Increased efficiency and effectiveness of operations



- ❑ JSE listed companies are required to adopt IFRS in the first financial year commencing on after 01 January 2005
 - ADvTECH's results for the year ended 31 December 2005 are the first set of annual financial statements prepared in accordance with IFRS
 - The Group's transition date for the adoption of IFRS is 01 January 2004
- ❑ The main adjustments relate to accelerated depreciation (IAS16), operating leases (IAS17) and share based payments (IFRS 2)

IT MUST BE NOTED THAT NONE OF THE ADJUSTMENTS ARE SUBSTANTIVE AND THEY HAVE NO CASH FLOW EFFECT

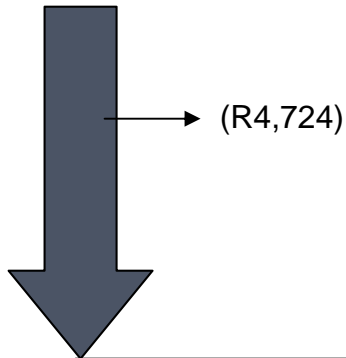


IFRS Impact on accumulated loss as at 01 January '04

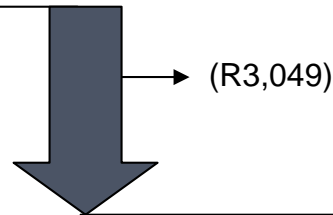
IFRS

Accelerated depreciation

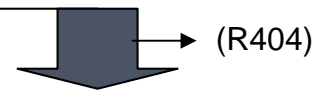
SA GAAP accumulated loss = R148,837



Operating lease adjustment



Share based payments



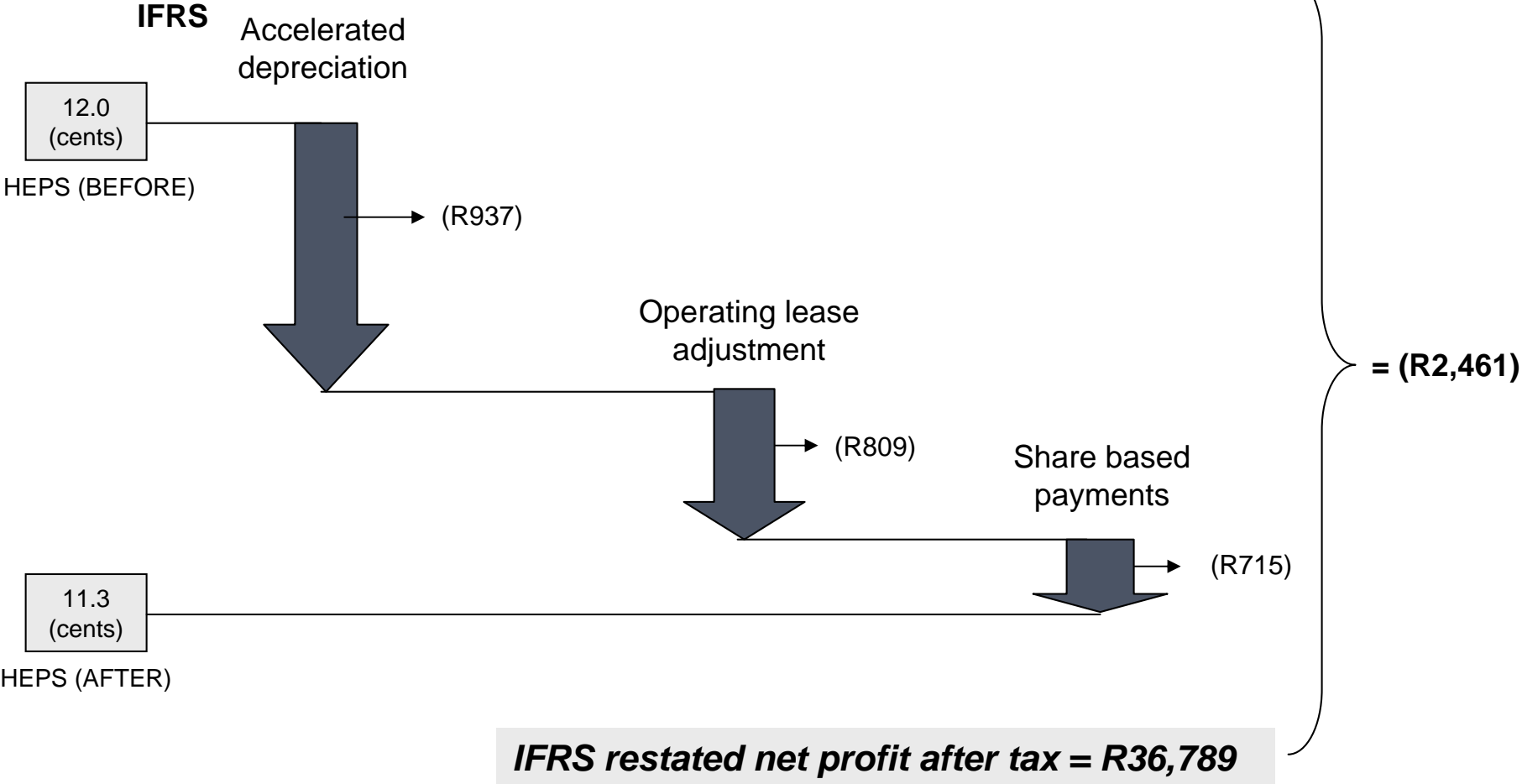
= (R8,177)

IFRS restated accumulated loss = R157,014



IFRS Impact on Income Statement for the year ended 31 December 2004

SA GAAP net profit after tax = R39,250

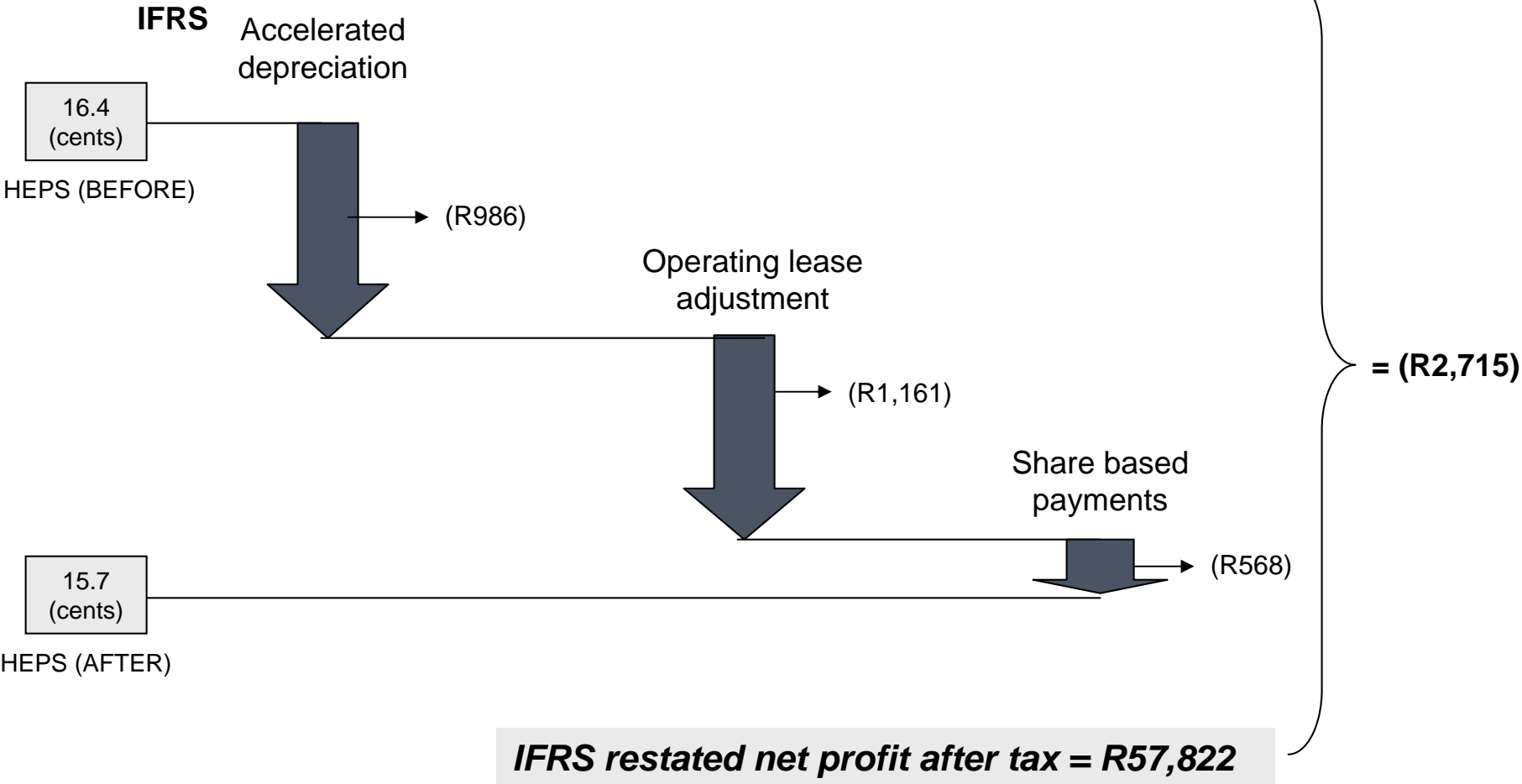


All amounts in R'000



IFRS Impact on Income Statement for the year ended 31 December 2005

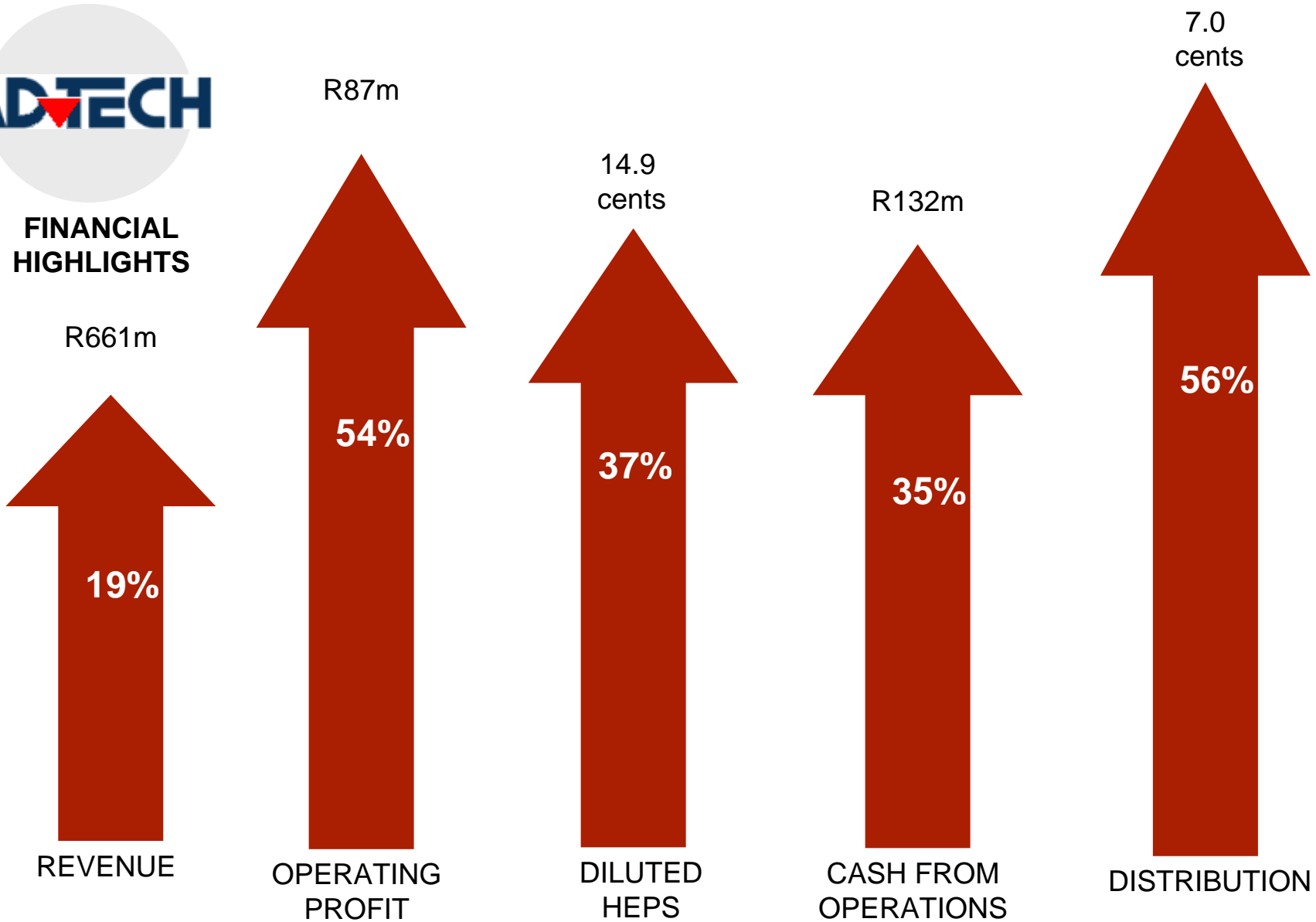
SA GAAP net profit after tax = R60,537



All amounts in R'000



FINANCIAL HIGHLIGHTS

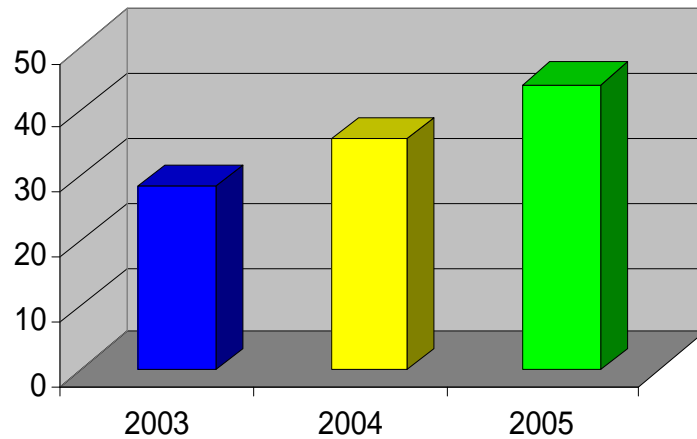




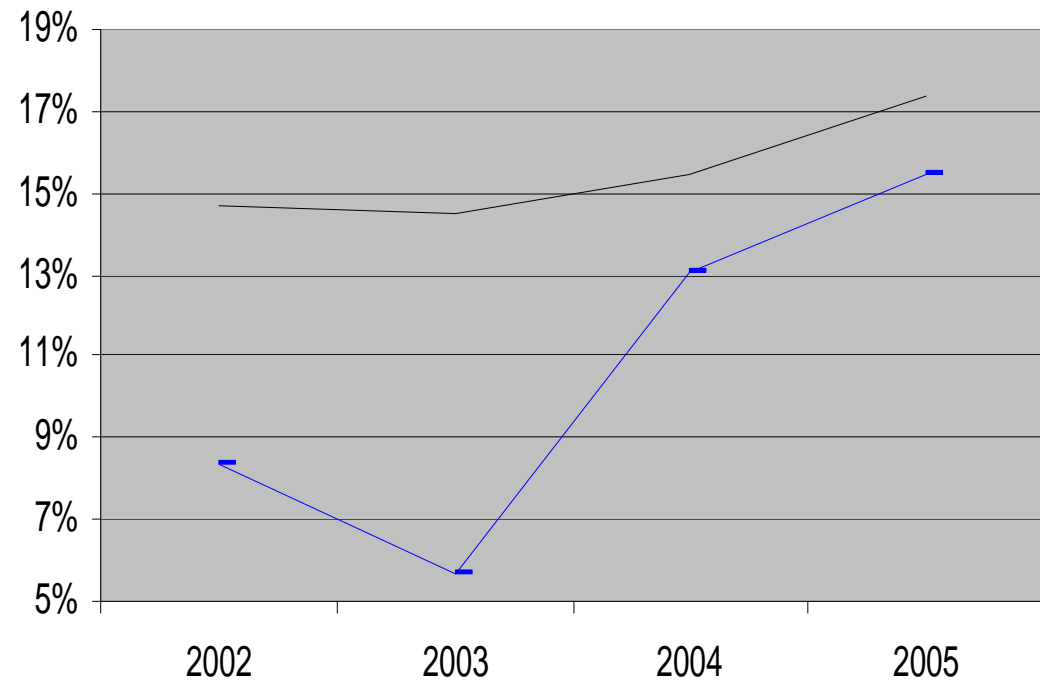
FINANCIAL OVERVIEW

Enhanced operating efficiencies and productive utilisation of extended capacity has improved margins and profitability ...

Staff Productivity
(operating profit per employee) - R'000



Operating Margin



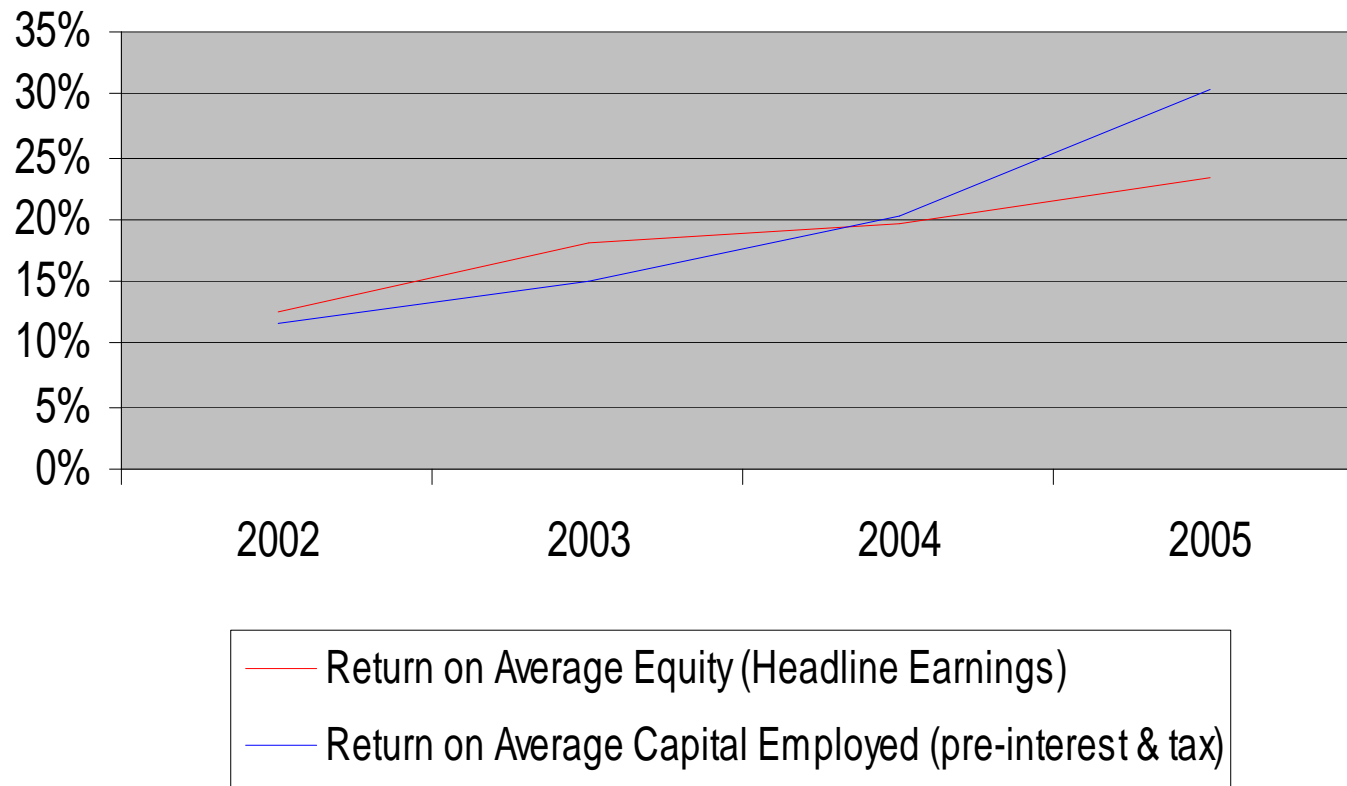
— Education — Resourcing



**FINANCIAL
OVERVIEW**

and enhanced shareholder returns ...

Return on Equity & Capital Employed

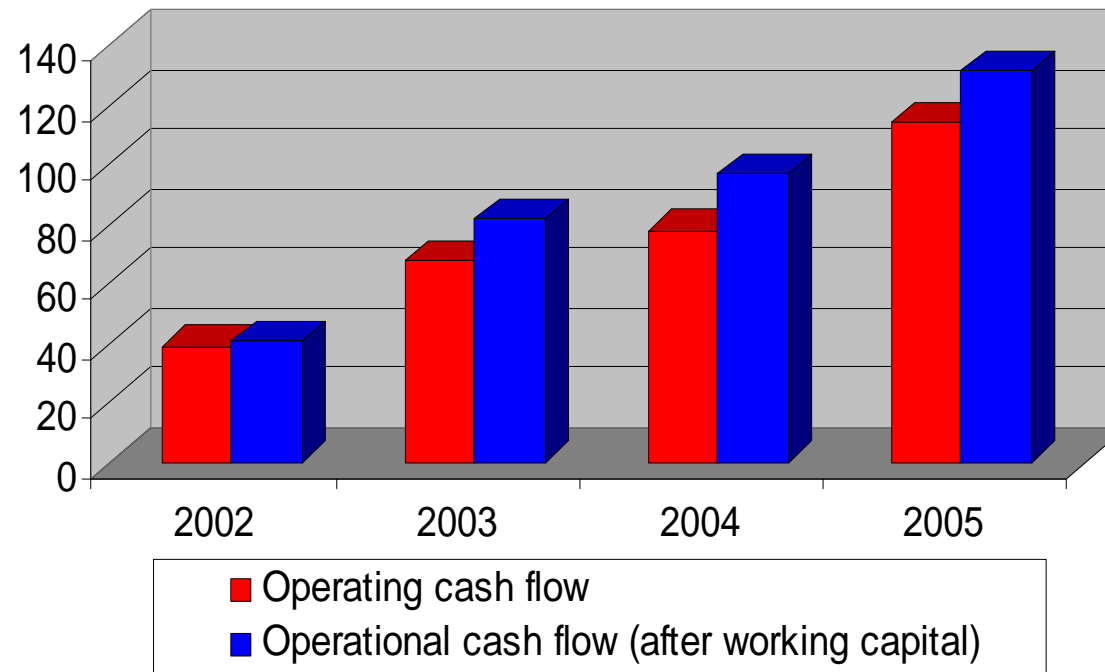




**FINANCIAL
OVERVIEW**

A strong focus on working capital management ensured that the Group remained cash positive throughout the year for the first time ...

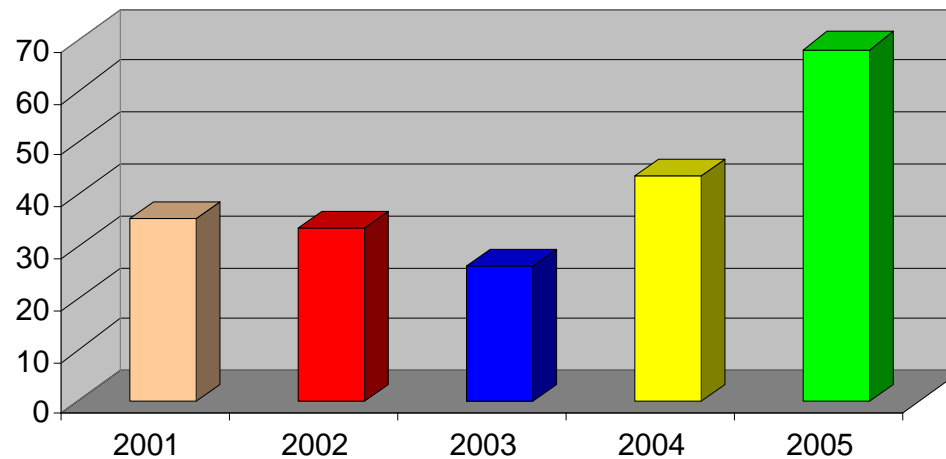
Operating Cash Flow - R'm





CAPEX

Annual Capex - R'm



5 yr cumulative capex = R206m

“Certainly it is a reflection of weakness in the governance system that the plans to build school infrastructure are unfolding at a much slower pace than envisaged”

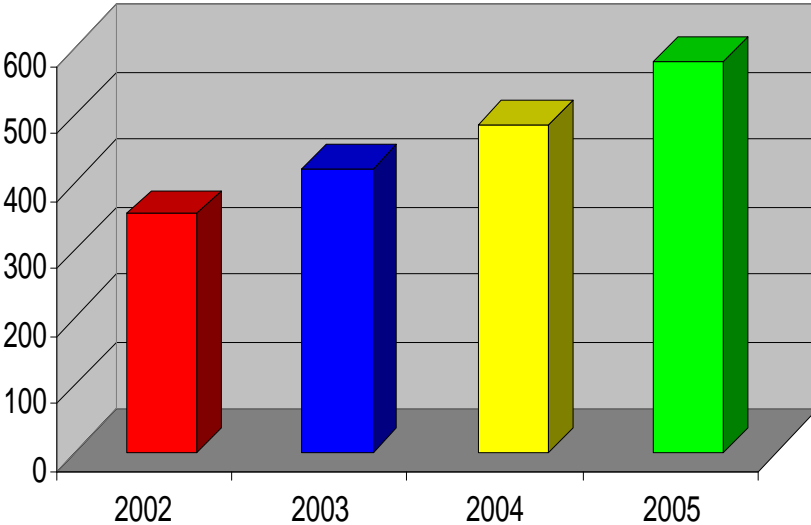
Source: President Thabo Mbeki, State of the Nation Address 2005



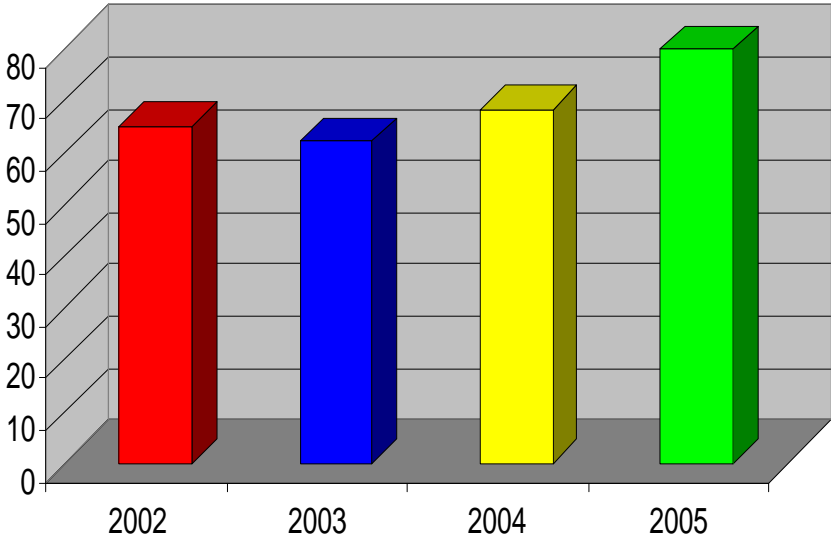
**SEGMENTAL
REVIEW**

Buoyant market environment, increased capacity and greater appeal of the Group's brands have driven real growth ...

Education Revenue - R'm



Resourcing Revenue - R'm

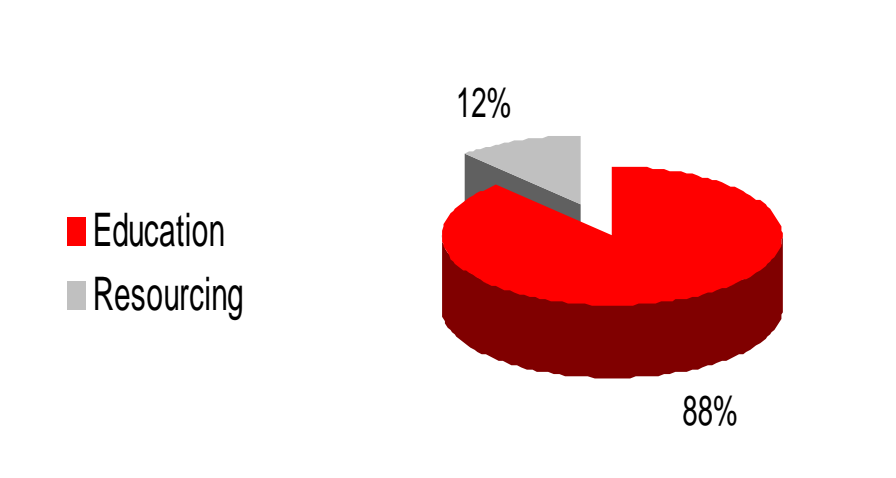




**SEGMENTAL
REVIEW -
EDUCATION**

	% change	2005	2004
<i>R'000</i>			
Revenue	19%	581,193	486,849
Operating profit	34%	100,953	75,218
Operating margin		17.4%	15.4%

REVENUE

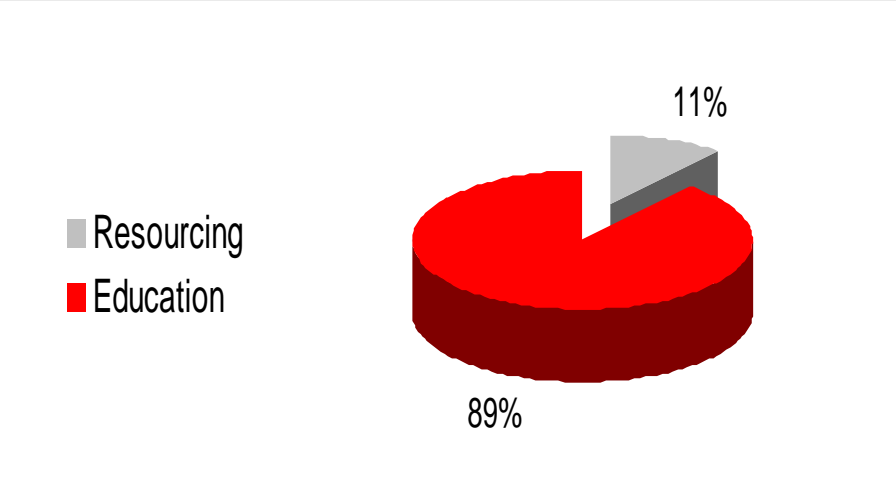




**SEGMENTAL
REVIEW -
RESOURCING**

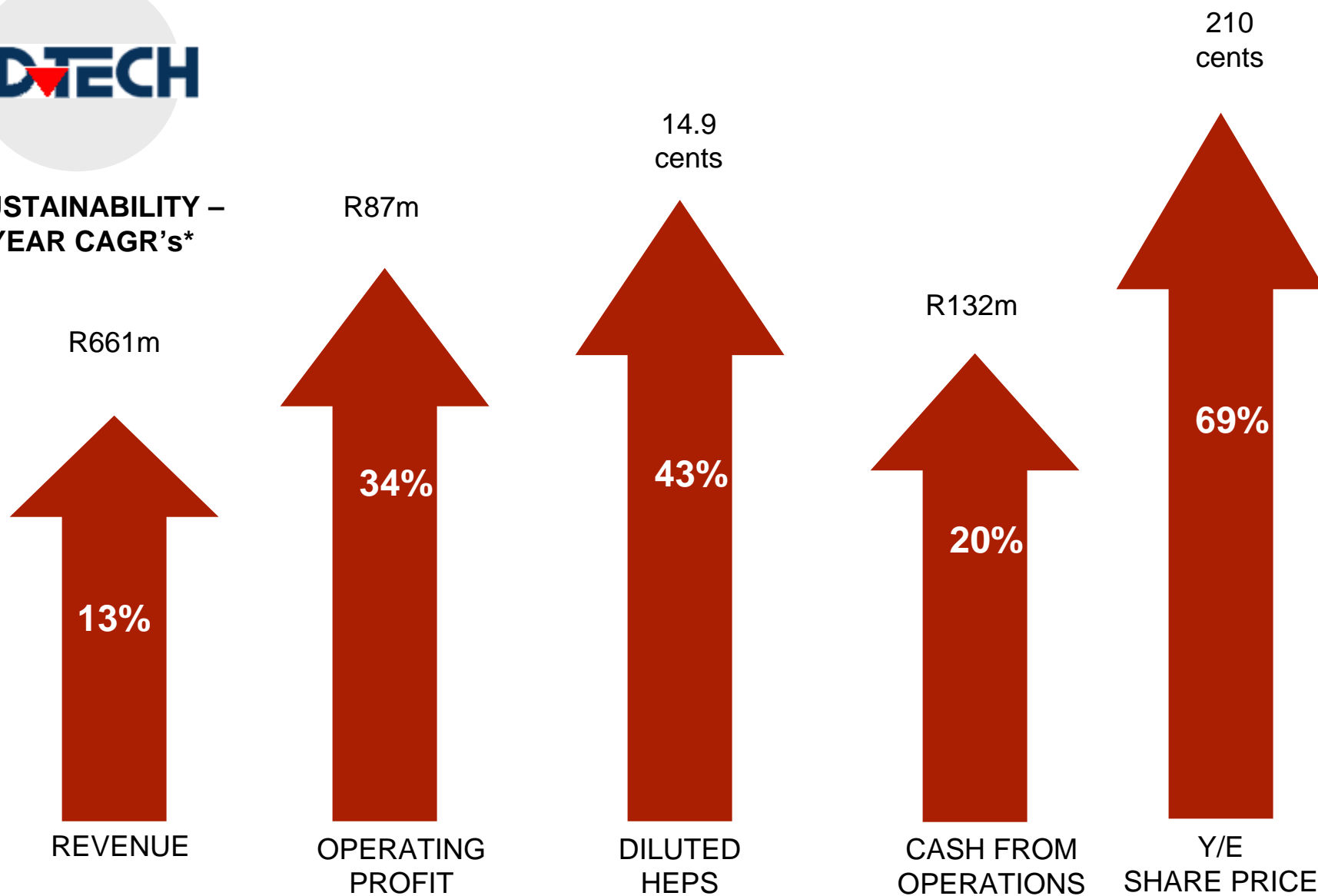
	% change	2005	2004
<i>R'000</i>			
Revenue	17%	79,842	68,020
Operating profit	39%	12,349	8,870
Operating margin		15.5%	13.0%

OPERATING PROFIT





**SUSTAINABILITY –
5 YEAR CAGR's***



* Compound Annual Growth Rate



**REPORT
CARD**

- Sound business model will ensure continued growth
 - ✓ Group revenue increased by 19%
 - ✓ Group operating profit increased by 54%
 - ✓ Share price up 75% during 2005
- Improved results and cash flow / EPS & HEPS to increase by 25% to 40%
 - ✓ EPS up 55%
 - ✓ HEPS up 39%
 - ✓ Cash from operations up 46%
- Every effort being made to conclude litigation in the interest of shareholders
 - ✓ Series of judgements including costs' orders granted in favour of ADvTECH
 - ✗ Legal proceedings still in progress



**REPORT
CARD**

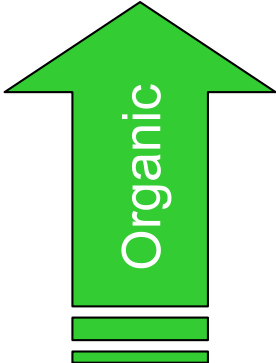
- Education starting to realise the benefits of ... increased capacity and new infrastructure
 - ✓ Outstanding academic results
 - ✓ Invested R68 million in capex during past 12 months
 - ✓ Education revenue up 19%
 - ✓ Enrolments up 7%
- Policy to distribute 30 - 40% of available profits
 - ✓ Distribution of 7.0 cents per share (up 56%)

PASSED

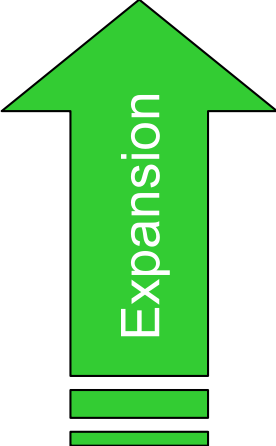


GROWTH STRATEGY

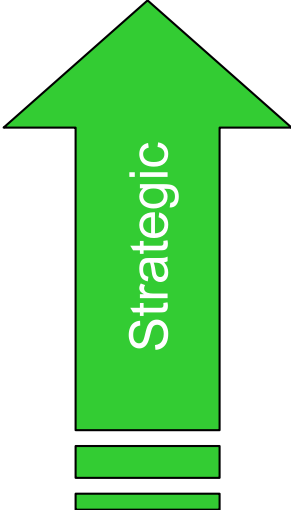
At Campus level



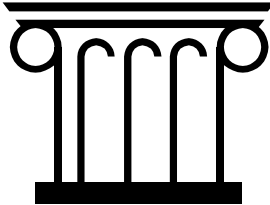
At Divisional level



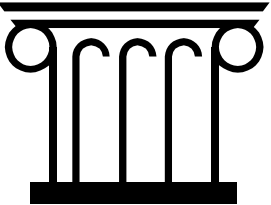
At Group level



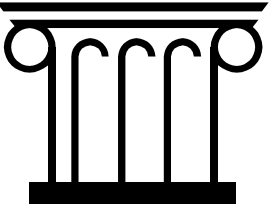
Platform for Sustainable Growth



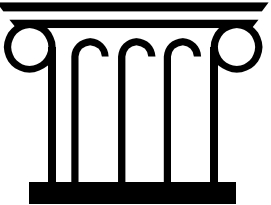
Strong Financial Track Record



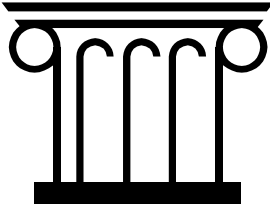
Investment in Infrastructure



Academic Achievement



Competent Management



Academic Capacity



PROSPECTS

**Current
Economic
Climate**



- JSE All Share Index is at an all-time high
- Longest period of economic expansion on record
- Lowest inflation and interest rate environment in decades
- Most favourable economic outlook in 40 years
- Record high consumer and business confidence levels
- Significant income taxation relief in recent Budgets
- Increased household disposable income



207 497 young people registered for learnerships – Budget Speech 2006



1 500 new jobs being created every day – Budget Speech 2006

Tax on bursaries and scholarships to be simplified – Budget Speech 2006

Education granted R92.1bn (up 10%) – remains the single largest item of govt expenditure

114 000 study awards by the financial aid scheme – Budget Speech 2006

Govt earmarks R4.4bn for SETA learnerships – Business Day Budget Review 2006

Education 'key' to boosting growth

EDUCATION had a key role to play in attempts to boost SA's economic growth rate to 6% a year, Deputy President Phumzile Mlambo-Ngcuka said yesterday.

This included building up the skills required in the pursuit of infrastructure development, she told a Pretoria conference on distance education in Africa.

"We are looking at how we can take advantage of the macro-economic stability and balance we (SA) achieved over the last 10 years," she said.

"It might require some sacrifices, belt tightening, but it is an opportunity for us to risk some things we might not have been able to in the last five years, to do certain things in the economy."

Some of those things would have to be of a social nature, "and the area of education is very important", Mlambo-Ngcuka said.

"If we do not turn around the

area of skills development in the next 10 years, we will reverse some of the gains we have made," she said.

Education Minister Naledi Pandor said that distance education should go beyond "basic familiar undergraduate programmes" and seek to address pressing social needs.

The tragedy of the continent's education system, said Pandor, was low investment and often outdated or inappropriate curriculum content.

Distance education was a means of broadening access to higher learning, the education minister said.

Pandor also raised the issue of mother tongue education on the continent.

"Something we need to give attention to is the challenge of multilingual delivery," Pandor said. Sapa



PROSPECTS

- Government commitment and focus on education,
- Most favourable macro economic outlook for 40 years, and
- Low inflation, interest rates and tax relief are increasing disposal income levels

are **stimulating demand** for quality education as well as trained personnel

Through its:

- Continued investment in infrastructure and capacity,
- Broader academic service offering,
- Sustained track record of academic achievement, and its
- Highly focused and effective recruitment business model

ADvTECH is ideally placed to respond to and capitalise on these opportunities and therefore, in the absence of any material adverse change in economic conditions, **improved earnings and cash flow** can be expected for the next reporting period



“Education is the most powerful weapon which you can use to change the world” - Nelson Mandela