
**UNITED STATES
SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 20549**

FORM 6-K

**REPORT OF FOREIGN PRIVATE ISSUER
PURSUANT TO RULE 13A-16 OR 15D-16 UNDER
THE SECURITIES EXCHANGE ACT OF 1934**

For the month of June 2021

Commission file number: 001-39360

**SKILLFUL CRAFTSMAN EDUCATION
TECHNOLOGY LIMITED**

**Floor 4, Building 1, No. 311, Yanxin Road
Huishan District, Wuxi
Jiangsu Province, PRC 214000
(Address of Principal Executive Offices)**

Indicate by check mark whether the registrant files or will file annual reports under cover Form 20-F or Form 40-F. Form 20-F ☒ Form 40-F ☐

Indicate by check mark if the registrant is submitting the Form 6-K in paper as permitted by Regulation S-T Rule 101(b)(1): ☐

Note: Regulation S-T Rule 101(b)(1) only permits the submission in paper of a Form 6-K if submitted solely to provide an attached annual report to security holders.

Indicate by check mark if the registrant is submitting the Form 6-K in paper as permitted by Regulation S-T Rule 101(b)(7): ☐

Note: Regulation S-T Rule 101(b)(7) only permits the submission in paper of a Form 6-K if submitted to furnish a report or other document that the registrant foreign private issuer must furnish and make public under the laws of the jurisdiction in which the registrant is incorporated, domiciled or legally organized (the registrant's "home country"), or under the rules of the home country exchange on which the registrant's securities are traded, as long as the report or other document is not a press release, is not required to be and has not been distributed to the registrant's security holders, and, if discussing a material event, has already been the subject of a Form 6-K submission or other Commission filing on EDGAR.

EXHIBIT INDEX

Exhibit Number

Description

99.1

Press release

SIGNATURE

Pursuant to the requirements of the Securities Exchange Act of 1934, the registrant has duly caused this report to be signed on its behalf by the undersigned, thereunto duly authorized.

SKILLFUL CRAFTSMAN EDUCATION TECHNOLOGY LIMITED
(Registrant)

By: /s/ Xiaofeng Gao
Name: Xiaofeng Gao
Title: Chief Executive Officer and
Chairman of the Board of Directors

Date: June 10, 2021

Skillful Craftsman Reports Fiscal Year 2021 Unaudited Financial Results

WUXI, China, June 9, 2021 (GLOBE NEWSWIRE) -- Skillful Craftsman Education Technology Ltd. (“the Company” or “Skillful Craftsman”) (NASDAQ: EDTK), an education technology company providing interactive online learning services in China, today announced its unaudited financial results for the fiscal year ended March 31, 2021.

Fiscal Year 2021 Financial and Operational Highlights

All financial figures are in US Dollars unless otherwise noted.

- Revenue was \$29.2 million, compared with \$28.6 million for last fiscal year, representing a 2% increase.
- Gross income was \$14.5 million, compared with \$16.8 million for last fiscal year, representing a 14% decrease.
- Gross income margin was 50%, compared with 59% for last fiscal year.
- Net income was \$3.5 million, compared with \$10.0 million for last fiscal year.
- Basic and diluted earnings per share were \$0.32, compared with \$1.11 for last fiscal year.
- Total fee-paying members¹ were 1.62 million, compared with 3.09 million during last fiscal year, representing a 47.6% decrease.

Mr. Xiaofeng Gao, Chairman and CEO of Skillful Craftsman, commented, “We are pleased to report our financial results for the fiscal year 2021. Despite the setbacks caused by the COVID-19 pandemic, we still achieved a 2% increase in revenue to reach \$29.2 million for the fiscal year 2021. Our solid financial performance demonstrates that we are optimally situated to capture the opportunities in the market. On May 14, 2021, the State Council issued the amended ‘Regulations for the Implementation of the Private Education Promotion Law of the People's Republic of China’, which encourage and support private vocational education. The regulations are proposed to build 50 high-level higher vocational schools and provide 150 key majors by 2022, and realize the goal of achieving an average of more than 50 million vocational training sessions per year. According to MobTech, it is estimated that the scale of China's vocational education market in 2022 will reach RMB811 billion, with an average annual compound growth rate of 11.2%. In other word, the promulgation of the regulations provides a market foundation and direction for the company's future development.”

Mr. Xiaofeng Gao continued, “Looking forward, we will take important steps in fiscal year 2022 to strengthen the Company's competitive position over the long-term. We will continue focusing on the industry of online vocational skills training. Through actively participating in the national pilot project of ‘Education Certificate + Several Vocational Skill Level Certificates’ (“1+X”) and in-depth cooperation with offline vocational colleges, the Company will stabilize customer groups and increase customer stickiness. Through cooperation in running schools, we will strive to achieve business breakthroughs in financial training, hotel management training, and professional worker labor dispatch for large steel companies, and realize a large-scale, systematic and sustainable development. With the visibility and validation afforded as a Nasdaq listed company, we can now confidently focus on building profitable revenue growth and creating value for our shareholders.”

¹ Number of fee-paying members is defined as the total number of members that are paying fees for accessing our platforms as of the end of the applicable period.

Fiscal Year 2021 Financial Results

All figures refer to fiscal year 2021 ended March 31, 2021 unless otherwise stated.

Revenue

Revenue increased by 2% to \$29.2 million, from \$28.6 million for last fiscal year. Revenue under RMB currency decreased by 1% which fluctuated in a normal range, but the foreign exchange rate of RMB increased which led to the increase of revenue.

Cost of Revenue

Cost of revenue increased by 25% to \$14.7 million, from \$11.8 million for last fiscal year. The increase was mainly caused by 1) an increase of \$1.5 million in platform maintenance fee paid to Jimei University for its maintenance services relating to the Company's vocational skills training platform for blue collar workers; and 2) an increase of \$1.2 million in expenses associated with the amortization of the intangible assets and depreciation of the fixed assets regarding the system upgrade and data center expansion of the Company's vocational skills training platform.

Gross income and Gross Margin

Gross income decreased by 14% to \$14.5 million, from \$16.8 million for last fiscal year. Gross margin decreased by 9 percentage points to 50%, from 59% for last fiscal year.

Operating Expenses

Operating expenses increased by 53% to \$5.5 million, from \$3.6 million for last fiscal year. This increase was mainly due to the increase of telecommunications service fees for our education platform, and the increase of employee compensation expenses. In specific:

- Sales and marketing expenses increased by 19% to \$1.8 million, from \$1.5 million for last fiscal year.
 - General and administrative expenses increased by 79% to \$3.7 million, from \$2.0 million for last fiscal year. This increase was primarily caused by the increases of employee compensation expense and the expenses associated with being a public company.
-

Investment loss

We recorded an investment loss of \$2.4 million, resulting from an investment of \$8.0 million in a third-party private fund which was initially invested in July 2020 and divested in March 2021 at a value of \$5.7 million.

Income Before Tax

Income before tax expense decreased by 48% to \$7.0 million, from \$13.3 million for last fiscal year.

Net Income

Net income decreased by 65% to \$3.50 million, from \$10.0 million for last fiscal year.

Basic and diluted earnings per share were \$0.32, compared with \$1.11 for last fiscal year.

Cash and Cash Equivalents

As of March 31, 2021, the Company had cash and cash equivalents of \$17.5 million, compared with \$11.9 million as of March 31, 2020.

Cash Flow

Net cash generated from operating activities was \$10.8 million, compared with \$11.5 million for last fiscal year.

Net cash used in investing activities was \$20.9 million, compared with \$10.4 million for last fiscal year. The increase of \$8.0 million was due to an investment in a private fund in July 2020.

Net cash generated from financing activities was \$13.2 million, representing the net proceeds from the Company's initial public offering, compared with nil for last fiscal year.

About Skillful Craftsman

Skillful Craftsman is an education technology company that provides interactive online vocational training and virtual simulation experimental training courses. The Company began operations in Wuxi, China in 2013 and is a key supporter for China education reform and development for labor employment. For more information, please visit: <http://ir.kingwayup.com/>.

Safe Harbor Statement

This report contains “forward-looking statements” for purposes of the safe harbor provisions of the Private Securities Litigation Reform Act of 1995 that represent our beliefs, projections and predictions about future events. All statements other than statements of historical fact are “forward-looking statements,” including any projections of earnings, revenue or other financial items, any statements of the plans, strategies and objectives of management for future operations, any statements concerning proposed new projects or other developments, any statements regarding future economic conditions or performance, any statements of management’s beliefs, goals, strategies, intentions and objectives, and any statements of assumptions underlying any of the foregoing. Words such as “may”, “will”, “should”, “could”, “would”, “predicts”, “potential”, “continue”, “expects”, “anticipates”, “future”, “intends”, “plans”, “believes”, “estimates” and similar expressions, as well as statements in the future tense, identify forward-looking statements.

Forward-looking statements are based on information available at the time those statements are made and management’s belief as of that time with respect to future events. These statements are necessarily subjective and involve known and unknown risks, uncertainties and other important factors that could cause our actual results, performance or achievements to differ materially from any future results, performance or achievements described in or implied by such statements. Such risks, uncertainties, and other factors include, but are not limited to, our ability to improve launch and leverage new technologies and cooperative relationships or anticipate market demand in a timely or cost-effective manner, and those factors discussed under the headings “Risk Factors”, “Operating and Financial Review and Prospects,” and elsewhere in our Annual Report on Form 20-F. Forward-looking statements should not be read as a guarantee of future performance or results, and will not necessarily be accurate indications of whether, or the times by which, our performance or results may be achieved. Actual results may differ materially from expected results described in our forward-looking statements, including with respect to correct measurement and identification of factors affecting our business or the extent of their likely impact, and the accuracy and completeness of the publicly available information with respect to the factors upon which our business strategy is based or the success of our business. The Company disclaims any intention to, and undertakes no obligation to, update or revise any forward-looking statement.

For investor and media enquiries, please contact:

Skillful Craftsman

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SKILLFUL CRAFTSMAN EDUCATION TECHNOLOGY LIMITED
CONSOLIDATED BALANCE SHEETS

| | As of March 31, | |
|--|------------------------|----------------------|
| | 2021 | 2020 |
| | (Unaudited) | |
| ASSETS | | |
| Current assets | | |
| Cash and cash equivalents | \$ 17,453,360 | \$ 11,931,714 |
| Accounts receivable, net | 83,980 | 78,785 |
| Prepayments and other current assets | 1,784,537 | 1,963,102 |
| Other receivables | 5,713,192 | - |
| Total current assets | 25,035,069 | 13,973,601 |
| Non-current assets | | |
| Property and equipment, net | 13,725,957 | 12,324,125 |
| Intangible assets, net | 20,416,461 | 19,294,740 |
| Long-term prepayments and other non-current assets | 28,406 | 97,035 |
| Total non-current assets | 34,170,824 | 31,715,900 |
| TOTAL ASSETS | \$ 59,205,893 | \$ 45,689,501 |
| LIABILITIES | | |
| Current liabilities | | |
| Accounts payable | \$ 113,707 | \$ 249,086 |
| Taxes payable | 448,485 | 543,600 |
| Amounts due to a related party | 257,037 | - |
| Accrued expenses | 1,051,929 | 227,525 |
| Deferred revenue-current | 11,456,667 | 16,736,365 |
| Total current liabilities | 13,327,825 | 17,756,576 |
| Non-current liabilities | | |
| Deferred revenue-noncurrent | 312,896 | 50,877 |
| Total non-current liabilities | 312,896 | 50,877 |
| TOTAL LIABILITIES | \$ 13,640,721 | \$ 17,807,453 |
| COMMITMENTS AND CONTINGENCIES | - | - |
| SHAREHOLDERS' EQUITY | | |
| Ordinary shares, par value \$0.0002 per share, 500,000,000 shares authorized; 12,000,000 and 9,000,000 shares issued and outstanding as of March 31, 2021 and 2020, respectively | 2,400 | 1,800 |
| Additional paid-in capital | 13,415,987 | 1,619,774 |
| Statutory reserve | 745,590 | 745,590 |
| Accumulated profits | 30,419,177 | 26,921,172 |
| Accumulated other comprehensive income/(loss) | 982,018 | (1,406,288) |
| TOTAL SHAREHOLDERS' EQUITY | 45,565,172 | 27,882,048 |
| TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY | \$ 59,205,893 | \$ 45,689,501 |

SKILLFUL CRAFTSMAN EDUCATION TECHNOLOGY LIMITED
CONSOLIDATED STATEMENTS OF OPERATIONS AND COMPREHENSIVE INCOME

| | For the years ended March 31, | | |
|---|--------------------------------------|----------------------------|----------------------------|
| | 2021 | 2020 | 2019 |
| | (Unaudited) | | |
| Revenue | \$ 29,168,546 | \$ 28,601,071 | \$ 24,668,840 |
| Cost of revenue | (14,712,411) | (11,797,870) | (9,458,559) |
| Gross income | <u>14,456,135</u> | <u>16,803,201</u> | <u>15,210,281</u> |
| Operating expenses: | | | |
| Selling and marketing expenses | (1,807,132) | (1,520,801) | (1,832,006) |
| General and administrative expenses | (3,654,449) | (2,038,568) | (1,899,110) |
| Total operating expenses | <u>(5,461,581)</u> | <u>(3,559,369)</u> | <u>(3,731,116)</u> |
| Income from operations | 8,994,554 | 13,243,832 | 11,479,165 |
| Interest income | 58,946 | 73,737 | 88,588 |
| Investment loss | (2,436,809) | - | - |
| Government grant | 369,170 | - | - |
| Other loss, net | (8,553) | (3,458) | (195) |
| Income before income taxes | 6,977,308 | 13,314,111 | 11,567,558 |
| Income tax expense | (3,479,303) | (3,338,886) | (2,892,500) |
| Net income | <u>\$ 3,498,005</u> | <u>\$ 9,975,225</u> | <u>\$ 8,675,058</u> |
| Other comprehensive income/(loss): | | | |
| Foreign currency translation adjustment | 2,388,306 | (1,112,209) | (735,192) |
| Total comprehensive income | <u>5,886,311</u> | <u>8,863,016</u> | <u>7,939,866</u> |
| Net earnings per ordinary share, basic and diluted | \$ 0.32 | \$ 1.11 | \$ 0.96 |
| Weighted average number of ordinary shares, basic and diluted | 11,030,137 | 9,000,000 | 9,000,000 |

SKILLFUL CRAFTSMAN EDUCATION TECHNOLOGY LIMITED
CONSOLIDATED STATEMENTS OF CASH FLOWS (UNAUDITED)

| | For the years ended March 31, | | |
|---|--------------------------------------|------------------------|------------------------|
| | 2021 | | |
| | (Unaudited) | 2020 | 2019 |
| Cash Flows from Operating Activities: | | | |
| Net income | \$ 3,498,005 | \$ 9,975,225 | \$ 8,675,058 |
| Adjustments to reconcile net profit to net cash provided by operating activities: | | | |
| Depreciation of property and equipment | 3,689,815 | 2,685,034 | 922,770 |
| Amortization of intangible assets | 6,651,329 | 6,309,065 | 6,324,124 |
| Loss on disposals of property and equipment | - | 6,960 | 7,430 |
| Investment loss due to the redemption of financial assets held for trading | 2,436,809 | - | - |
| Changes in operating assets and liabilities: | | | |
| Accounts receivables, net | (5,195) | 372,347 | (279,379) |
| Prepayments and other current assets | (1,418,176) | (1,060,291) | (900,838) |
| Long-term prepayments and other non-current assets | 68,629 | (97,035) | - |
| Accounts payable | (135,379) | 239,061 | (6,034,249) |
| Amounts due to a related party | 257,037 | - | (1,590,305) |
| Deferred revenue | (5,017,679) | (7,194,492) | 13,423,585 |
| Other payables | 824,404 | 75,980 | 66,326 |
| Taxes payable | (95,115) | 168,263 | (321,762) |
| Net cash generated from operating activities | 10,754,484 | 11,480,117 | 20,292,760 |
| Cash flows from investing activities | | | |
| Purchase of property and equipment | (5,091,647) | (1,672,529) | (13,963,669) |
| Purchase of intangible assets | (7,773,051) | (8,728,734) | (1,782,615) |
| Investment in Financial assets held for trading | (8,000,000) | - | - |
| Net cash used in investing activities | \$ (20,864,698) | \$ (10,401,263) | \$ (15,746,284) |
| Cash flows from financing activities | | | |
| Proceeds from IPO net off IPO expenses | 13,243,554 | - | - |
| Net cash generated from financing activities | \$ 13,243,554 | \$ - | \$ - |
| Effects of foreign currency translation | 2,388,306 | 490,577 | 919,740 |
| Net increase in cash and cash equivalents | 5,521,646 | 1,569,431 | 5,466,216 |
| Cash and cash equivalents at beginning of year | 11,931,714 | 10,362,283 | 4,896,067 |
| Cash and cash equivalents at end of year | \$ 17,453,360 | \$ 11,931,714 | \$ 10,362,283 |
| Supplemental disclosures of cash flow information: | | | |
| Cash paid for income taxes | \$ 3,612,851 | \$ 3,063,628 | \$ 3,257,505 |
| Cash paid for interest expense | \$ - | \$ 422 | \$ 195 |