

## 10. ACCOUNTANTS' REPORT



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■ **Public Accountants**  
4th Floor, Kompleks Antarabangsa,  
Jalan Sultan Ismail,  
50250 Kuala Lumpur, Malaysia.

■ Phone : (03) 244-2333  
Fax : (03) 241-0676  
(03) 244-5619  
www.ey.com

Mail Address:  
P.O. Box 10068  
50704 Kuala Lumpur, Malaysia.

### ACCOUNTANTS' REPORT

(Prepared for inclusion in the Prospectus)

21 March 2001

The Board of Directors  
Edaran Digital Systems Berhad  
*(formerly known as Alpine Technologies Berhad)*  
15<sup>th</sup> Floor Menara TR  
161B Jalan Ampang  
50450 Kuala Lumpur

Dear Sirs

#### 1.0 INTRODUCTION

This report has been prepared by Ernst & Young, an approved company auditor, for inclusion in the Prospectus to be dated 30 March 2001 in connection with a Public Issue of 8,240,000 new ordinary shares of RM1 each and a Placement of 1,360,000 new ordinary shares of RM1 each and an Offer for Sale of 6,000,000 new ordinary shares of RM1 each at an offer price of RM2.15 per ordinary share in Edaran Digital Systems Berhad *(formerly known as Alpine Technologies Berhad)* (hereinafter referred to as "EDARAN" or "the Company") and the listing and quotation of the entire issued and paid-up share capital of EDARAN on the Main Board of the Kuala Lumpur Stock Exchange.

#### 2.0 GENERAL INFORMATION

##### 2.1 The Company

The Company was incorporated in Malaysia on 1 June 1992 as a private limited company under the name of Alpine Technologies Sdn Bhd. On 29 December 1999, the Company was converted to a public limited company and changed its name to Alpine Technologies Berhad. Subsequently on 29 November 2000, the Company changed its name to Edaran Digital Systems Berhad.

The Company was incorporated with an authorised share capital of RM25,000 comprising 25,000 ordinary shares of RM1 each and an issued and paid-up share capital of RM2 comprising 2 ordinary shares of RM1 each. On 2 January 2001, the authorised share capital of the Company was increased from RM25,000 to RM100,000,000 by the creation of 99,975,000 new ordinary shares of RM1 each.

The principal activity of the Company is investment holding. As at 30 November 2000, the Company has not commenced operations.

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**2.2 Flotation Scheme**

**(a) Acquisitions**

The Company acquired 100% of the equity interest in Edaran Komputer Sdn Bhd ("EKOM") and Elitemac Resources Sdn Bhd ("EMAC"), together with its wholly owned subsidiary Edaran Communications Sdn Bhd ("ECOMM"), for a total purchase consideration of RM40,053,973 satisfied by the issue of 32,564,206 new ordinary shares of RM1 each at an issue price of approximately RM1.23 per ordinary share in EDARAN.

**(b) Rights Issue**

The Company made a Rights Issue for cash of 17,835,792 new ordinary shares of RM1 each on the basis of approximately five hundred forty eight (548) new ordinary shares for every one thousand (1,000) existing shares held at an issue price of RM1 per share for total cash proceeds of RM17,835,792.

The Acquisitions and Rights Issue were completed in January 2001.

**(c) Placement Of Shares**

The Company will make a Placement for cash of 1,360,000 new ordinary shares of RM1 each to certain clients and suppliers of EDARAN at an issue price of RM2.15 per share for total cash proceeds of RM2,924,000.

**(d) Public Issue**

The Company will make a Public Issue for cash of 8,240,000 new ordinary shares of RM1 each at an issue price of RM2.15 per share for total cash proceeds of RM17,716,000.

On completion of the Acquisitions, Rights Issue, Placement of Shares and Public Issue, the Group will comprise EDARAN as holding company and EKOM and EMAC as two (2) direct wholly owned subsidiaries of EDARAN.

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On completion of the Acquisitions, Rights Issue, Placement of Shares and Public Issue, the issued and fully paid-up share capital of EDARAN will increase from 2 ordinary shares of RM1 each to 60,000,000 ordinary shares of RM1 each analysed as follows:-

<b>Issued and fully paid-up share capital</b>	<b>RM</b>
Prior to implementation of Flotation Scheme	2
Acquisitions	32,564,206
Rights Issue	17,835,792
Placement	1,360,000
Public Issue	8,240,000
On completion of Flotation Scheme	<u>60,000,000</u>

**2.3 The Companies Acquired As Subsidiary Companies of EDARAN Pursuant To The Flotation Scheme**

Information on the subsidiary companies acquired by EDARAN pursuant to the Flotation Scheme, all of which are private limited companies incorporated in Malaysia, is as follows:-

**2.3.1 EKOM**

EKOM was incorporated in Malaysia on 13 August 1986 as a private limited company under the name of Citadagang Sdn Bhd. On 23 June 1987, the company changed its name to its current name.

The authorised and issued and paid-up share capital as at 30 November 2000 is RM5,000,000 and RM1,500,000 comprising 5,000,000 and 1,500,000 ordinary shares of RM1 each respectively.

EKOM is engaged in the provisioning, installation, commissioning, integration and maintenance of information technology products and related services.

**2.3.2 EMAC**

EMAC was incorporated in Malaysia on 3 June 1992 as a private limited company. The authorised and issued and paid-up share capital as at 30 November 2000 is RM500,000 and RM100,000 comprising 500,000 and 100,000 ordinary shares of RM1 each respectively.

EMAC is engaged in investment holding and in the provisioning, installation, commissioning and maintenance of power supply equipment for telecommunication systems.

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### 2.3.3 ECOMM

ECOMM was incorporated in Malaysia on 24 January 1991 as a private limited company. The authorised and issued and paid-up share capital as at 30 November 2000 is RM1,000,000 and RM500,000 comprising 1,000,000 and 500,000 ordinary shares of RM1 each respectively.

ECOMM is a direct wholly owned subsidiary of EMAC.

ECOMM is engaged in the provisioning, installation, commissioning, integration and maintenance of telecommunication equipment and related services.

### 3.0 BASIS OF ACCOUNTING AND ACCOUNTING POLICIES

This report is based on audited accounts which have been prepared in accordance with approved accounting standards issued by the Malaysian Accounting Standards Board and is presented on a basis consistent with the accounting policies normally adopted by the Proforma Group.

### 4.0 AUDITORS

We have been appointed as auditors of EDARAN with effect from the financial year ended 30 June 1999 and have acted as auditors of the subsidiary companies, EMAC and ECOMM (acquired by the Company pursuant to the Flotation Scheme) with effect from the financial year ended 30 June 2000.

We have reported on the accounts of the Company and its subsidiary companies for the relevant financial periods in which we have acted as auditors without qualification. Our Auditors' Reports did not include any emphasis of matter.

The accounts of the Company, EMAC and ECOMM prior to our appointment as auditors and of EKOM (acquired by the Company pursuant to the Flotation Scheme) for the relevant periods under review are audited by another firm of public accountants who have reported on the accounts for the relevant financial periods without qualification. In addition, the Auditors' Reports on the Company and its subsidiary companies did not include any emphasis of matter.

For the relevant periods under review, the financial accounting date of EKOM is coterminous with EDARAN, that is 30 June. For EMAC and ECOMM, the previous financial accounting date was 30 September. With effect from financial year 1997, EMAC and ECOMM changed its financial accounting date from 30 September to 30 June. Accordingly, the audited accounts for financial year 1997 covered the 9 months period from 1 October 1996 to 30 June 1997.

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## 5.0 SUMMARISED PROFIT AND LOSS ACCOUNTS

## 5.1 Proforma Group

The summarised proforma profit and loss accounts of EDARAN Group set out below are based on the audited accounts of the subsidiary companies, EKOM and EMAC Group, and have been presented on the basis that the Acquisitions had been in effect throughout the relevant periods under review.

	<-----Year ended 30 June----->					Five months ended
	1996 RM'000	1997 RM'000	1998 RM'000	1999 RM'000	2000 RM'000	1.7.00 to 30.11.00 RM'000
Turnover	72,487	96,205	91,744	123,684	87,308	54,614
Profit before depreciation and interest	4,370	13,550	8,221	18,069	19,011	6,208
Depreciation	(787)	(1,110)	(1,220)	(1,515)	(1,597)	(577)
Interest expense	(391)	(2,217)	(2,865)	(4,031)	(2,965)	(805)
Profit before taxation	3,192	10,223	4,136	12,523	14,449	4,826
Taxation	(1,430)	(2,945)	(1,924)	(227)	(4,684)	(1,616)
Profit after taxation	1,762	7,278	2,212	12,296	9,765	3,210
No. of ordinary shares ('000)	32,564	32,564	32,564	32,564	32,564	32,564
Earnings per share (sen)	5.41	22.35	6.79	37.76	29.99	9.86

Notes:-

- (1) As EDARAN has not commenced business operations as at 30 November 2000, there are no results of the Company included in the proforma profit and loss accounts of the Group in the relevant periods under review.

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- (2) During the financial year ended 30 June 1997, EKOM acquired Edar ALS Sdn Bhd ("EALS") as a direct wholly owned subsidiary company. EALS was subsequently disposed of during the financial year ended 30 June 2000. During the financial year ended 30 June 1999, EKOM acquired a 30% equity interest in an associate, EC Partners Sdn Bhd ("ECP") while EMAC acquired a 49% equity interest in an associate, Advanced Communication Solutions Sdn Bhd ("ACS").

However, the proforma profit and loss accounts of the Group excludes the financial results of EALS, ECP and ACS throughout the relevant periods under review. The exclusion is on the basis that EALS has subsequently been disposed of at book value by EKOM during the financial year ended 30 June 2000. The financial results of ECP and ACS have not been equity accounted for as the Directors are of the opinion that these associates which were only acquired in 1999 are not intended to be held for the long term.

- (3) As the financial accounting date of EMAC and ECOMM is non-coterminous with EDARAN prior to financial year 1997, the financial results of these subsidiary companies have been prorated to 30 June where appropriate.
- (4) The high effective tax rate of the Group for the year 1996, 1998, 2000 and for the five (5) months ended 30 November 2000 is attributed to the non-availability of certain expenses for tax purposes.

No provision for taxation has been made in 1999 as income earned in basis year 1999 is exempted from tax in accordance with the provisions of the Income Tax (Amendment) Act 1999. The taxation charge in 1999 relates to under provision of tax in prior year.

- (5) There were no extraordinary items in the relevant periods under review.
- (6) The earnings per share of the Group is calculated based on the profit after taxation and on the enlarged share capital of 32,564,208 ordinary shares of RM1 each, after the Acquisitions but before the Rights Issue, Placement and Public Issue.

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## 5.2 EKOM (Company Level)

	<-----Year ended 30 June----->					Five months ended
	1996 RM'000	1997 RM'000	1998 RM'000	1999 RM'000	2000 RM'000	1.7.00 to 30.11.00 RM'000
Turnover	30,055	34,065	34,527	45,187	53,808	23,720
Profit before depreciation and interest	2,269	2,872	3,172	4,680	6,415	3,673
Depreciation	(291)	(522)	(639)	(696)	(726)	(192)
Interest expense	(143)	(707)	(1,362)	(927)	(751)	(308)
Profit before taxation	1,835	1,643	1,171	3,057	4,938	3,173
Taxation	(733)	(562)	(412)	(48)	(1,652)	(990)
Profit after taxation	1,102	1,081	759	3,009	3,286	2,183
No. of ordinary shares ('000)	1,500	1,500	1,500	1,500	1,500	1,500
Earnings per share (sen)	73.47	72.07	50.60	200.60	219.07	145.53

## Notes:-

- (1) During the financial year ended 30 June 1999, EKOM acquired a 30% equity interest in an associate, ECP. However, the financial results of ECP have not been equity accounted for as the Directors are of the opinion that the associate which was only acquired in 1999 is not intended to be held for the long term.
- (2) The high effective tax rate is attributed to the non-availability of certain expenses for tax purposes in the relevant periods under review.

No provision for taxation has been made in 1999 as income earned in basis year 1999 is exempted from tax in accordance with the provisions of the Income Tax (Amendment) Act 1999. The taxation charge in 1999 relates to under provision of tax in prior year.

- (3) There were no extraordinary items in the relevant periods under review.
- (4) The earnings per share is calculated based on the profit after taxation and on the number of ordinary shares in issue in the relevant periods under review.

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## 5.3 EMAC (Group Level)

	Year ended	Nine months ended	<-----Year ended 30 June----->			Five months ended
	30 Sept 1996	1.10.96 to 30.6.97	1998	1999	2000	1.7.00 to 30.11.00
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Turnover	39,426	52,283	57,218	78,496	33,500	30,894
Profit before depreciation and interest	2,020	10,174	5,049	13,389	12,596	2,535
Depreciation	(605)	(437)	(581)	(819)	(871)	(385)
Interest expense	(315)	(1,431)	(1,503)	(3,104)	(2,214)	(497)
Profit before taxation	1,100	8,306	2,965	9,466	9,511	1,653
Taxation	(646)	(2,222)	(1,512)	(179)	(3,032)	(626)
Profit after taxation	454	6,084	1,453	9,287	6,479	1,027
No. of ordinary shares ('000)	100	100	100	100	100	100
Earnings per share (RM)	4.54	60.84	14.53	92.88	64.79	10.27

## Notes:-

- (1) During the financial year ended 30 June 1999, EMAC Group acquired a 49% equity interest in an associate, ACS. The financial results of ACS have not been equity accounted for as the Directors are of the opinion that the associate which was only acquired in 1999 is not intended to be held for the long term.
- (2) The high effective tax rate for the year 1996, 1998, 2000 and the five (5) months ended 30 November 2000 is attributed to the non-availability of certain expenses for tax purposes in the relevant periods under review.

No provision for taxation has been made in 1999 as income earned in basis year 1999 is exempted from tax in accordance with the provisions of the Income Tax (Amendment) Act 1999. The taxation charge in 1999 relates to under provision of tax in prior year.

- (3) There were no extraordinary items in the relevant periods under review.
- (4) The earnings per share is calculated based on the profit after taxation and on the number of ordinary shares in issue in the relevant periods under review.



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## 5.4 EMAC (Company Level)

	Year ended	Nine months ended	←-----Year ended 30 June----->			Five months ended
	30 Sept 1996	1.10.96 to 30.6.97	1998	1999	2000	1.7.00 to 30.11.00
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Turnover	7,336	26,046	7,318	12,585	9,524	1,949
Profit before depreciation and interest	(605)	2,988	1,491	4,505	5,552	642
Depreciation	(19)	(124)	(149)	(177)	(204)	(94)
Interest expense	(4)	(431)	(225)	(207)	(241)	(90)
Profit / (loss) before taxation	(628)	2,433	1,117	4,121	5,107	458
Taxation	(1)	(402)	(1,032)	(26)	(1,500)	(176)
Profit / (loss) after taxation	(629)	2,031	85	4,095	3,607	282
No. of ordinary shares ('000)	100	100	100	100	100	100
Earnings/(loss) per share (RM)	(6.29)	20.31	0.85	40.95	36.07	2.82

## Notes:-

- (1) The low effective tax rate for the year 1997 is due to the availability for utilisation of unrelieved tax losses and unabsorbed capital allowances.

The high effective tax rate for the year 1998 and the five (5) months ended 30 November 2000 is attributed to the non-availability of certain expenses for tax purposes.

No provision for taxation has been made in 1999 as income earned in basis year 1999 is exempted from tax in accordance with the provisions of the Income Tax (Amendment) Act 1999. The taxation charge in 1999 relates to under provision of tax in prior year.

- (2) There were no extraordinary items in the relevant periods under review.
- (3) The earnings per share is calculated based on the profit after taxation and on the number of ordinary shares in issue in the relevant periods under review.

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## 5.5 ECOMM (Company Level)

	Year ended	Nine months ended	←-----Year ended 30 June-----→			Five months ended
	30 Sept 1996	1.10.96 to 30.6.97	1998	1999	2000	1.7.00 to 30.11.00
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Turnover	32,060	26,237	49,899	65,912	23,976	28,945
Profit before depreciation and interest	2,626	7,186	3,558	8,884	7,044	1,893
Depreciation	(586)	(313)	(432)	(642)	(667)	(291)
Interest expense	(311)	(1,000)	(1,278)	(2,897)	(1,973)	(407)
Profit before taxation	1,729	5,873	1,848	5,345	4,404	1,195
Taxation	(645)	(1,820)	(480)	(152)	(1,532)	(450)
Profit after taxation	1,084	4,053	1,368	5,193	2,872	745
No. of ordinary shares ('000)	500	500	500	500	500	500
Earnings per share (RM)	2.17	8.11	2.74	10.39	5.74	1.49

## Notes:-

- (1) The high effective tax rate in 1996, 2000 and the five (5) months ended 30 November 2000 is attributed to the non-availability of certain expenses for tax purposes in the relevant periods under review.

No provision for taxation has been made in 1999 as income earned in basis year 1999 is exempted from tax in accordance with the provisions of the Income Tax (Amendment) Act 1999. The taxation charge in 1999 relates to under provision of tax in prior year.

- (2) There were no extraordinary items in the relevant periods under review.
- (3) The earnings per share is calculated based on the profit after taxation and on the number of ordinary shares in issue in the relevant periods under review.

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## 6.0 DIVIDENDS

No dividend has been paid or declared by EDARAN, EKOM and EMAC during the relevant periods under review.

ECOMM, which is a direct subsidiary company of EMAC (acquired by EDARAN pursuant to the Flotation Scheme) has declared and paid dividends during the relevant periods under review as follows:-

<b>Year ended 30 June</b>	<b>Issued and paid-up capital RM</b>	<b>Dividend rate %</b>	<b>Net dividend paid RM</b>
1998	500,000	97.2	350,000*

\* after deducting tax at 28%

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## 7.0 SUMMARISED BALANCE SHEETS

The summarised balance sheets of EDARAN, EKOM, EMAC and ECOMM based on the audited accounts for the relevant periods under review are set out below.

## 7.1 EDARAN

	Company						Proforma Group After Acquisitions As at 30.11.00 RM'000
	As at 30 June					As at	
	1996 RM'000	1997 RM'000	1998 RM'000	1999 RM'000	2000 RM'000	30.11.00 RM'000	
Fixed assets	-	-	-	-	-	-	13,695
Associated companies	-	-	-	-	-	-	520
Other investments	-	-	-	-	-	-	355
Deferred expenditure	3	3	4	5	7	692	692
Current assets	*	*	*	*	*	*	120,848
Current liabilities	3	3	4	5	7	692	88,085
Net current (liabilities) / assets	(3)	(3)	(4)	(5)	(7)	(692)	32,763
Deferred and long term liabilities	-	-	-	-	-	-	(4,302)
Net assets	*	*	*	*	*	*	43,723
Financed by:-							
Share capital	*	*	*	*	*	*	32,564
Reserves	-	-	-	-	-	-	11,159
	*	*	*	*	*	*	43,723
Net tangible (liabilities) / assets per share (RM)	(1,437.50)	(1,677.50)	(1,942.50)	(2,557.50)	(3,497.50)	(346,242.00)	1.32

\* RM2

Notes:-

- (1) The proforma balance sheet of EDARAN Group as at 30 November 2000 set out above is prepared based on the audited accounts of the Company and of the subsidiary companies (acquired by the Company pursuant to the Flotation Scheme) and has been presented on the basis that the Acquisitions had been in effect as at 30 November 2000.

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- (2) As the purchase consideration for the Acquisitions is calculated on Net Tangible Assets based on the audited financial statements of the subsidiary companies as at 30 June 2000, it is therefore impracticable to present proforma balance sheets of EDARAN Group throughout the periods under review. Accordingly, proforma balance sheet of the EDARAN Group has only been presented in respect of 30 November 2000 based on the latest audited statement of assets and liabilities as at 30 November 2000 as shown in Section 8.0 of this Report. In addition, balances due from / to companies within the Proforma Group as at 30 June 1996 to 30 November 2000 are as disclosed in Sections 7.2 to 7.5 of this Report.

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## 7.2 EKOM (Company Level)

	←-----As at 30 June----->					As at 30.11.00 RM'000
	1996 RM'000	1997 RM'000	1998 RM'000	1999 RM'000	2000 RM'000	
Fixed assets	2,182	3,975	3,639	4,663	4,122	4,984
Subsidiary company	-	502	216	250	-	-
Associated company	-	-	-	30	30	30
Investments	-	-	-	60	60	250
Current assets	12,419	22,717	20,884	27,059	32,383	45,412
Current liabilities	9,908	19,890	16,741	21,145	21,876	33,049
Net current assets	2,511	2,827	4,143	5,914	10,507	12,363
Deferred and long term liabilities	(595)	(790)	(726)	(637)	(1,152)	(980)
Net assets	4,098	6,514	7,272	10,280	13,567	16,647
Financed by:-						
Share capital	1,500	1,500	1,500	1,500	1,500	1,500
Reserves	2,598	5,014	5,772	8,780	12,067	15,147
	4,098	6,514	7,272	10,280	13,567	16,647
Net tangible assets per share (RM)	2.73	4.34	4.85	6.85	9.04	11.10

## Notes:-

- (1) The balances due from / (to) the related companies of EKOM after the Acquisitions are as follows:-

	←-----As at 30 June----->					As at 30.11.00 RM'000
	1996 RM'000	1997 RM'000	1998 RM'000	1999 RM'000	2000 RM'000	
Due from/(to):						
EMAC	18	500	-	1,861	(299)	(277)
ECOMM	74	77	569	650	1,319	820

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## 7.3 EMAC (Group Level)

	As at	←-----As at 30 June-----→				As at
	30 Sept 1996	1997	1998	1999	2000	30.11.00
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Fixed assets	6,024	11,167	11,640	11,322	10,901	8,711
Associated company	-	-	-	490	490	490
Investments	355	355	105	105	105	105
Current assets	21,107	36,406	41,673	85,422	71,191	76,671
Current liabilities	21,985	34,700	37,385	72,505	51,461	55,579
Net current assets / (liabilities)	(878)	1,706	4,288	12,917	19,730	21,092
Deferred and long term liabilities	(2,457)	(2,372)	(4,074)	(3,584)	(3,498)	(3,323)
Net assets	3,044	10,856	11,959	21,250	27,728	27,075
Financed by:-						
Share capital	100	100	100	100	100	100
Reserves	2,944	10,756	11,859	21,150	27,628	26,975
	3,044	10,856	11,959	21,250	27,728	27,075
Net tangible assets per share (RM)	30.44	108.56	119.59	212.50	277.28	270.75

## Notes:-

- (1) With effect from financial year 1997, EMAC Group changed its financial accounting date from 30 September to 30 June.
- (2) The balances due from / (to) the related companies of EMAC Group after the Acquisitions are as follows:-

	As at	←-----As at 30 June-----→				As at
	30 Sept 1996	1997	1998	1999	2000	30.11.00
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Due from/(to):						
EKOM	(18)	(500)	-	(1,861)	299	277

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## 7.4 EMAC (Company Level)

	As at	<-----As at 30 June----->				As at
	30 Sept 1996	1997	1998	1999	2000	30.11.00
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Fixed assets	63	3,531	3,413	3,424	3,544	3,230
Subsidiary company	102	102	102	102	102	102
Associated company	-	-	-	490	490	490
Current assets	3,731	6,537	5,191	12,142	15,864	13,684
Current liabilities	4,974	9,184	6,152	9,756	9,941	7,221
Net current assets / (liabilities)	(1,243)	(2,647)	(961)	2,386	5,923	6,463
Deferred and long term liabilities	-	(34)	(1,517)	(1,270)	(1,320)	(1,265)
Net assets / (liabilities)	(1,078)	952	1,037	5,132	8,739	9,020
Financed by:-						
Share capital	100	100	100	100	100	100
Reserves	(1,178)	852	937	5,032	8,639	8,920
	(1,078)	952	1,037	5,132	8,739	9,020
Net tangible assets / (liabilities) per share (RM)	(10.78)	9.52	10.37	51.32	87.39	90.20

## Notes:-

- (1) With effect from financial year 1997, EMAC changed its financial accounting date from 30 September to 30 June.
- (2) The balances due from / (to) the related companies of EMAC after the Acquisitions are as follows:-

	As at	<-----As at 30 June----->				As at
	30 Sept 1996	1997	1998	1999	2000	30.11.00
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Due from/(to):						
EKOM	(18)	(500)	-	(1,861)	299	277
ECOMM	(3,511)	1,327	888	2,887	10,008	9,752



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## 7.5 ECOMM (Company Level)

	As at	<-----As at 30 June----->				As at
	30 Sept 1996	1997	1998	1999	2000	30.11.00
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Fixed assets	5,961	7,636	8,227	7,898	7,357	5,481
Investments	355	355	105	105	105	105
Current assets	20,894	31,198	37,373	76,167	65,335	72,740
Current liabilities	20,527	26,843	32,121	65,637	51,528	58,110
Net current assets	367	4,355	5,252	10,530	13,807	14,630
Deferred and long term liabilities	(2,457)	(2,338)	(2,558)	(2,314)	(2,178)	(2,058)
Net assets	4,226	10,008	11,026	16,219	19,091	18,158
Financed by:-						
Share capital	500	500	500	500	500	500
Reserves	3,726	9,508	10,526	15,719	18,591	17,658
	4,226	10,008	11,026	16,219	19,091	18,158
Net tangible assets per share (RM)	8.45	20.02	22.05	32.44	38.18	36.32

## Notes:-

- (1) With effect from financial year 1997, ECOMM changed its financial accounting date from 30 September to 30 June.
- (2) The balances due from / (to) the related companies of ECOMM after the Acquisitions are as follows:-

	As at	<-----As at 30 June----->				As at
	30 Sept 1996	1997	1998	1999	2000	30.11.00
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Due from/(to):						
EKOM	(74)	(77)	(569)	(650)	(1,319)	(820)
EMAC	3,511	(1,327)	(888)	(2,887)	(10,008)	(9,752)