

## CONDENSED CONSOLIDATED INCOME STATEMENTS

	INDIVIDUAL PERIOD		CUMULATIVE PERIOD	
	<u>Current Year</u>	<u>Corresponding</u>	<u>Current Year</u>	<u>Corresponding Year</u>
	<u>Quarter</u>	<u>Quarter</u>	<u>To Date</u>	<u>To Date</u>
	<u>31/12/2009</u>	<u>31/12/2008</u>	<u>31/12/2009</u>	<u>31/12/2008</u>
	RM'000	RM'000	RM'000	RM'000
REVENUE	10,087	35,200	23,233	48,686
COST OF SALES	<u>(6,853)</u>	<u>(30,938)</u>	<u>(15,845)</u>	<u>(39,834)</u>
GROSS PROFIT	3,234	4,262	7,388	8,852
OTHER OPERATING INCOME	103	81	200	325
ADMINISTRATIVE EXPENSES	(2,396)	(2,579)	(5,010)	(5,434)
OTHER OPERATING EXPENSES	<u>(1,610)</u>	<u>(1,590)</u>	<u>(3,386)</u>	<u>(3,417)</u>
(LOSS) / PROFIT FROM OPERATIONS	(669)	174	(808)	326
FINANCE COSTS	<u>(49)</u>	<u>(116)</u>	<u>(160)</u>	<u>(213)</u>
(LOSS) / PROFIT BEFORE TAXATION	(718)	58	(968)	113
TAXATION	0	0	0	0
(LOSS) / PROFIT AFTER TAXATION	<u>(718)</u>	<u>58</u>	<u>(968)</u>	<u>113</u>
(LOSS) / EARNINGS PER SHARE (SEN)	<u>(1.20)</u>	<u>0.10</u>	<u>(1.61)</u>	<u>0.19</u>
ATTRIBUTABLE TO:				
EQUITY HOLDERS OF THE COMPANY	(718)	58	(968)	113
MINORITY INTEREST	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
	<u>(718)</u>	<u>58</u>	<u>(968)</u>	<u>113</u>

(The Condensed Consolidated Income Statements should be read in conjunction with the Annual Financial Report for the year ended 30 June 2009)

## CONDENSED CONSOLIDATED BALANCE SHEETS AS AT 31 DECEMBER 2009

		<u>AS AT END</u> <u>OF CURRENT YEAR</u> <u>TO DATE</u> <u>31/12/2009</u> RM'000	<u>AS AT</u> <u>PRECEDING YEAR</u> <u>FINANCIAL YEAR</u> <u>ENDED</u> <u>30/06/2009</u> RM'000
NON-CURRENT ASSETS	Note		
PROPERTY, PLANT AND EQUIPMENT		9,977	9,739
INVESTMENT PROPERTY - FREEHOLD		8,645	8,645
PREPAID LAND LEASE PAYMENTS		8,191	8,239
ASSOCIATED COMPANIES		-	71
OTHER INVESTMENTS	20	-	-
CURRENT ASSETS			
Inventories		16	16
Amount due from customers for contract works		6,074	7,790
Trade receivables		13,379	24,381
Other receivables		1,112	1,884
Tax recoverable		375	375
Amount due by related company		249	249
Fixed deposits		13,081	12,565
Cash and bank balances		1,447	3,156
		<u>35,733</u>	<u>50,416</u>
CURRENT LIABILITIES			
Amount due to customers for contract works		915	2,545
Trade payables		8,770	17,759
Other payables		3,040	3,162
Borrowings	22 (a)	1,161	3,283
Taxation		-	-
		<u>13,886</u>	<u>26,749</u>
NET CURRENT ASSETS		<u>21,847</u>	<u>23,667</u>
		<u>48,660</u>	<u>50,361</u>
FINANCED BY:			
SHARE CAPITAL		60,000	60,000
SHARE PREMIUM		8,022	8,022
TREASURY SHARES		(1,049)	(1,048)
REVALUATION RESERVE		1,225	1,225
TRANSLATION RESERVE		(1)	(26)
ACCUMULATED LOSS		<u>(21,199)</u>	<u>(19,779)</u>
SHAREHOLDERS' FUNDS		46,998	48,394
MINORITY INTEREST		-	-
TOTAL EQUITY		<u>46,998</u>	<u>48,394</u>
DEFERRED AND LONG TERM LIABILITIES			
Borrowings	22 (b)	1,662	1,967
Deferred taxation		-	-
		<u>1,662</u>	<u>1,967</u>
		<u>48,660</u>	<u>50,361</u>

(The Condensed Consolidated Balance Sheets should be read in conjunction with the Annual Financial Report for the year ended 30 June 2009)

## EDARAN BERHAD

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE QUARTER ENDED 31 DECEMBER 2009

	← Non-Distributable →					Accumulated Loss RM'000	Attributable to Equity Holders of the Company	Minority Interest	Total Equity
	Share Capital RM'000	Share Premium RM'000	Treasury Shares RM'000	Revaluation Reserve RM'000	Translation Reserve RM'000		Total RM'000	RM'000	Total RM'000
At 1 July 2008	60,000	8,022	(1,046)	1,225	-	(19,696)	48,505	-	48,505
Treasury Shares :									
Purchased	-	-	(2)	-	-	-	(2)	-	(2)
Sold	-	-	-	-	-	-	-	-	-
Profit for the year	-	-	-	-	-	256	256	-	256
Translation adjustment for the financial period	-	-	-	-	(26)	-	(26)	-	(26)
Dividend Paid	-	-	-	-	-	(339)	(339)	-	(339)
At 30 June 2009	<u>60,000</u>	<u>8,022</u>	<u>(1,048)</u>	<u>1,225</u>	<u>(26)</u>	<u>(19,779)</u>	<u>48,394</u>	<u>-</u>	<u>48,394</u>
At 1 July 2009	60,000	8,022	(1,048)	1,225	(26)	(19,779)	48,394	-	48,394
Treasury Shares:									
Purchased	-	-	(1)	-	-	-	(1)	-	(1)
Sold	-	-	-	-	-	-	-	-	-
Loss for the period	-	-	-	-	-	(968)	(968)	-	(968)
Translation adjustment for the financial period	-	-	-	-	25	-	25	-	25
Dividend Paid	-	-	-	-	-	(452)	(452)	-	(452)
<b>At 31 December 2009</b>	<b><u>60,000</u></b>	<b><u>8,022</u></b>	<b><u>(1,049)</u></b>	<b><u>1,225</u></b>	<b><u>(1)</u></b>	<b><u>(21,199)</u></b>	<b><u>46,998</u></b>	<b><u>-</u></b>	<b><u>46,998</u></b>
At 1 July 2008	60,000	8,022	(1,046)	1,225	-	(19,696)	48,505	-	48,505
Treasury Shares :									
Purchased	-	-	(1)	-	-	-	(1)	-	(1)
Sold	-	-	-	-	-	-	-	-	-
Profit for the period	-	-	-	-	-	113	113	-	113
Dividend Paid	-	-	-	-	-	(339)	(339)	-	(339)
<b>At 31 December 2008</b>	<b><u>60,000</u></b>	<b><u>8,022</u></b>	<b><u>(1,047)</u></b>	<b><u>1,225</u></b>	<b><u>-</u></b>	<b><u>(19,922)</u></b>	<b><u>48,278</u></b>	<b><u>-</u></b>	<b><u>48,278</u></b>

(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual  
Financial Report for the year ended 30 June 2009)

**EDARAN BERHAD****CONDENSED CONSOLIDATED CASH FLOW STATEMENT  
FOR THE QUARTER ENDED 31 DECEMBER 2009**

	Current Year to date 31/12/09 RM' 000	Corresponding Year to date 31/12/08 RM' 000
Net cash (used in)/generated from operating activities	2,768	4,252
Net cash (used in)/generated from investing activities	(1,082)	(805)
Net cash generated from/(used in) financing activities	<u>(2,199)</u>	<u>(2,471)</u>
<b>NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS</b>	(513)	976
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD</b>	6,007	8,497
<b>CASH AND CASH EQUIVALENTS AT END OF PERIOD</b>	<u><u>5,494</u></u>	<u><u>9,473</u></u>

Cash and cash equivalents comprise the following:

Bank overdrafts	-	-
Deposits with licensed banks	13,081	13,495
Cash and bank balances	<u>1,447</u>	<u>4,380</u>
	14,528	17,875
Less: Deposits pledged as security with licensed banks	<u>(9,034)</u>	<u>(8,402)</u>
	<u><u>5,494</u></u>	<u><u>9,473</u></u>

**(The condensed Consolidated Cash Flow Statement should be read in conjunction with the Annual  
Financial Report for the year ended 30 June 2009)**

# **EDARAN BERHAD**

## **NOTES TO THE ACCOUNTS FOR THE PERIOD ENDED 31 DECEMBER 2009**

### **1. Basis of Preparation**

The interim financial statements are unaudited and have been prepared in accordance with the requirements of Financial Reporting Standard (“FRS”) No 134: Interim Financial Reporting and paragraph 9.22 of the Listing Requirements of the Bursa Malaysia Securities Berhad (“BMSB”).

The interim financial statements should be read in conjunction with the audited financial statements for the year ended 30 June 2009. These explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the financial year ended 30 June 2009.

The same accounting policies and methods of computation are followed in the interim financial statements as compared with the financial statements for the year ended 30 June 2009.

### **2. Auditors’ Report on Preceding Annual Financial Statements**

The auditors’ report on the financial statements for the year ended 30 June 2009 was not qualified.

### **3. Comments About Seasonal or Cyclical Factors**

The Group’s performance is not affected by seasonal or cyclical impacts.

### **4. Unusual Items Due to their Nature, Size or Incidence**

There were no unusual items affecting assets, liabilities, equity, net income or cash flows in the current quarter and financial period ended 31 December 2009.

## **5. Changes in estimates**

There were no changes in the estimates that have had a material effect in the current quarter and financial period ended 31 December 2009.

## **6. Debt and Equity Securities**

There were no issuances, cancellations, repurchases, resale and repayments of debt and equity securities in the current quarter and financial period ended 31 December 2009 other than as mentioned below:-

During the current quarter, the Company purchased 2,000 of its own shares from the open market at an average price of RM0.485 per share. The total consideration paid for the shares purchased including transaction costs was RM1,011.30. The shares purchased are being held as treasury shares in accordance with section 67A of the Companies Act, 1965. The highest and the lowest price paid per share were RM0.485.

As at 31 December 2009, the Company held as treasury shares a total of 2,094,800 of its 60,000,000 issued ordinary shares. Such treasury shares are held at a carrying amount of RM1,049,536.

## **7. Dividends Paid**

The amount of dividends paid by the Company during the financial period ended 31 December 2009 were as follows:

In respect of the financial year ended 30 June 2009, first and final dividend of 0.78 sen tax exempt per ordinary share of RM1, on 57,907,200 ordinary shares was declared on 3 December 2009. The full amount of RM452 thousand was paid on 28 December 2009.

## 8. Segmental Information

	Current Quarter Ended 31/12/09 RM'000	Current Year To Date Ended 31/12/09 RM'000
Segment Revenue		
Information Technology	10,087	23,233
Telecommunications	-	-
Others	162	324
	<u>10,249</u>	<u>23,557</u>
Elimination	(162)	(324)
Group revenue	<u>10,087</u>	<u>23,233</u>
Segment Results		
Information Technology	260	1,067
Telecommunications	(96)	(325)
Others	(600)	(1,075)
	<u>(436)</u>	<u>(323)</u>
Elimination	(233)	(475)
Loss from operations	<u>(669)</u>	<u>(808)</u>

## 9. Carrying Amount of Revalued Assets

The valuation of property, plant and equipment and investment properties have been brought forward without amendment from the financial statements for the year ended 30 June 2009.

## 10. Subsequent Events

There were no material events subsequent to the end of the current quarter and financial period ended 31 December 2009.

## **11. Changes in Composition of the Group**

There were no changes in the composition of the Group during the current quarter and financial period ended 31 December 2009.

## **12. Changes in Contingent Liabilities and Contingent Assets**

There were no changes in contingent liabilities or contingent assets since the last annual balance sheet as at 30 June 2009.

## **13. Capital Commitments**

There were no capital commitments for the current quarter and financial period ended 31 December 2009.

## **14. Performance Review**

The Group's revenue for the current quarter and financial period ended 31 December 2009 decreased to RM23.233 million from RM48.686 million in the prior corresponding quarter and financial period ended 31 December 2008. The decrease in revenue was mainly due to the completion of certain projects during the period. This resulted in the Group recording a loss before taxation of RM968 thousand compared to a profit before taxation of RM113 thousand for the corresponding quarter and financial period ended 31 December 2008.

## **15. Comment on Material Change in Profit Before Taxation**

The Group recorded a loss before taxation of RM718 thousand for the current quarter ended 31 December 2009 (2Q10) as compared to RM250 thousand loss before taxation for the quarter ended 30 September 2009 (1Q10). The variance was mainly attributable to lower total revenue of RM3.234 million registered in 2Q10 as compared to RM4.154 million registered in 1Q10.



## 16. Commentary on Prospects

The financial performance of the Group is expected to improve in the subsequent quarters.

## 17. Profit Forecast or Profit Guarantee

The disclosure requirements for explanatory notes for the variance of actual profit after tax and minority interest and shortfall in profit guarantee are not applicable.

## 18. Taxation

	Current Quarter Ended 31/12/09 RM'000	Current Year To Date Ended 31/12/09 RM'000
Current year provision	Nil	Nil
Under/(over) provision in prior years	<u>Nil</u>	<u>Nil</u>
	Nil	Nil
Deferred tax:		
Relating to the origination and reversal of temporary differences	Nil	Nil
Over provision in prior years	<u>Nil</u>	<u>Nil</u>
	<u>Nil</u>	<u>Nil</u>

## 19. Sale of Unquoted Investments and Properties

There were no sales of unquoted investments and properties during the quarter and financial period ended 31 December 2009.

## 20. Quoted and Unquoted securities

- i. There was no purchase or sale of quoted shares for the current quarter and financial year to date.
- ii. Investments in quoted and unquoted securities/warrants as at the end of the reporting period:-

	<u>RM'000</u>
<u>Quoted</u>	
Shares, at cost	5
Warrants, at cost	-
Total investments at cost	<u>5</u>
Less: Accumulated impairment losses	(5)
	<u>0</u>
<u>Unquoted</u>	
Shares, at cost	250
Less: Accumulated impairment losses	(250)
	<u>0</u>
Total investment at book value	<u>0</u>
Total investments at market value	<u>1</u>

## 21. Corporate Proposals

### Status of Corporate Proposals

There were no corporate proposals announced for the current period and financial year to date.

## 22. Borrowings and Debt Securities

Details of the Group borrowings as at 31 December 2009 are as follows:

As at  
31.12.09  
RM'000

(a) **Short Term borrowings**  
**Secured**

Bank Overdraft	-
Trust Receipts	219
Bankers Acceptance	-
Term loan repayable within 12 months	422
Hire purchase creditor repayable within 12 months	520
	<hr/>
	1,161
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(b) **Long Term borrowings**  
**Secured**

Term loan repayable after 12 months	211
Hire purchase creditor after 12 months	1,451
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	1,662
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All of the above borrowings are denominated in Ringgit Malaysia.

## 23. Off Balance Sheet Financial Instruments

The Group is not involved in any financial instruments, which may have Off-Balance Sheet risk.

## 24. Dividend Payable

No interim dividend has been declared or recommended in respect of the financial year ending 30 June 2010.

## 25. Earnings per share

	Current Quarter ended 31/12/09 RM'000	Current Year To Date Ended 31/12/09 RM'000
<b>Basic</b>		
Net loss for the period	(718)	(968)
Number of ordinary shares in issue as at 30 June 2009	60,000	60,000
Basic earnings per share (sen)	(1.20)	(1.61)
<b>Diluted</b>		
Net loss for the period	(718)	(968)
Number of ordinary shares in issue as at 30 June 2009	60,000	60,000
Diluted earnings per share (sen)	(1.20)	(1.61)

## 26. Authorisation for Issue

The interim financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the Directors on 25 February 2010.

**BY ORDER OF THE BOARD**

**DATIN RIZANA MOHD DAUD**  
Company Secretary