

EDARAN BERHAD

CONDENSED CONSOLIDATED INCOME STATEMENTS

	<u>INDIVIDUAL PERIOD</u>		<u>CUMULATIVE PERIOD</u>	
	<u>Current Year</u>	<u>Corresponding Year</u>	<u>Current Year</u>	<u>Corresponding Year</u>
	<u>Quarter</u>	<u>Quarter</u>	<u>To Date</u>	<u>To Date</u>
	<u>30/06/2010</u>	<u>30/06/2009</u>	<u>30/06/2010</u>	<u>30/06/2009</u>
	RM'000	RM'000	RM'000	RM'000
REVENUE	13,883	13,355	57,093	76,832
COST OF SALES	<u>(10,009)</u>	<u>(9,684)</u>	<u>(41,003)</u>	<u>(60,555)</u>
GROSS PROFIT	3,874	3,671	16,090	16,277
OTHER OPERATING INCOME	217	196	512	590
ADMINISTRATIVE EXPENSES	(2,519)	(2,297)	(10,122)	(9,787)
OTHER OPERATING EXPENSES	<u>(1,001)</u>	<u>(1,568)</u>	<u>(6,171)</u>	<u>(6,628)</u>
PROFIT FROM OPERATIONS	571	2	309	452
FINANCE COSTS	<u>(47)</u>	<u>(59)</u>	<u>(255)</u>	<u>(349)</u>
PROFIT / (LOSS) BEFORE TAXATION	524	(57)	54	103
TAXATION	<u>361</u>	<u>153</u>	<u>361</u>	<u>153</u>
PROFIT AFTER TAXATION	<u>885</u>	<u>96</u>	<u>415</u>	<u>256</u>
EARNINGS PER SHARE (SEN)	<u>1.48</u>	<u>0.16</u>	<u>0.69</u>	<u>0.43</u>
ATTRIBUTABLE TO:				
EQUITY HOLDERS OF THE COMPANY	885	96	415	256
MINORITY INTEREST	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
	<u>885</u>	<u>96</u>	<u>415</u>	<u>256</u>

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

EDARAN BERHAD

CONDENSED CONSOLIDATED BALANCE SHEETS AS AT 30 JUNE 2010

		<u>AS AT END</u> <u>OF CURRENT YEAR</u> <u>TO DATE</u> <u>30/06/2010</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
	Note		
PROPERTY, PLANT AND EQUIPMENT			
EQUIPMENT		14,836	9,739
INVESTMENT PROPERTY - FREEHOLD		8,645	8,645
PREPAID LAND LEASE		8,144	8,239
ASSOCIATED COMPANIES		-	71
OTHER INVESTMENTS	20	-	-
CURRENT ASSETS			
Inventories		-	16
Amount due from customers for contract works		8,977	7,790
Trade receivables		11,080	24,381
Other receivables		1,344	1,884
Tax recoverable		486	375
Amount due by related company		249	249
Fixed deposits		11,095	12,565
Cash and bank balances		2,593	3,156
		<u>35,824</u>	<u>50,416</u>
CURRENT LIABILITIES			
Amount due to customers for contract works		210	2,545
Trade payables		10,261	17,759
Other payables		5,860	3,162
Borrowings	22 (a)	1,641	3,283
Taxation		-	-
		<u>17,972</u>	<u>26,749</u>
NET CURRENT ASSETS		<u>17,852</u>	<u>23,667</u>
		<u>49,477</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		(77)	(26)
ACCUMULATED LOSSES		<u>(19,816)</u>	<u>(19,779)</u>
SHAREHOLDERS' FUNDS		48,305	48,394
MINORITY INTEREST		-	-
TOTAL EQUITY		<u>48,305</u>	<u>48,394</u>
DEFERRED AND LONG TERM LIABILITIES			
Borrowings	22 (b)	1,172	1,967
Deferred taxation		-	-
		<u>1,172</u>	<u>1,967</u>
		<u>49,477</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 BHD

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE QUARTER ENDED 30 JUNE 2010

	← 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	60,000	8,022	(1,048)	1,225	(26)	(19,779)	48,394	-	48,394
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	-	-	-	-	-	-	-	-	-
Profit for the period	-	-	-	-	-	415	415	-	415
Translation adjustment for the financial period	-	-	-	-	(51)	-	(51)	-	(51)
Dividend Paid	-	-	-	-	-	(452)	(452)	-	(452)
At 30 June 2010	60,000	8,022	(1,049)	1,225	(77)	(19,816)	48,305	-	48,305

(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 YEAR QUARTER ENDED 30 JUNE 2010**

	Current Year to date 30/06/10 RM' 000	Corresponding Year to date 30/06/09 RM' 000
Net cash (used in)/generated from operating activities	7,346	2,446
Net cash (used in)/generated from investing activities	(6,482)	(1,876)
Net cash generated from/(used in) financing activities	<u>(1,671)</u>	<u>(3,034)</u>
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS	(807)	(2,464)
Effect of Exchange rate changes	(36)	(25)
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	6,008	8,497
CASH AND CASH EQUIVALENTS AT END OF YEAR	<u><u>5,165</u></u>	<u><u>6,008</u></u>

Cash and cash equivalents comprise the following:

Bank overdrafts	-	-
Deposits with licensed banks	11,095	12,565
Cash and bank balances	<u>2,593</u>	<u>3,156</u>
	13,688	15,721
Less: Deposits pledged as security with licensed banks	<u>(8,523)</u>	<u>(9,713)</u>
	<u><u>5,165</u></u>	<u><u>6,008</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 30 JUNE 2010

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 except for the adoption of the following applicable new Financial Reporting Standards (FRS), Amendments to FRS and Interpretations with effect from 1 January 2010:-

FRS 4	Insurance Contracts
FRS 7	Financial Instruments: Disclosures
FRS 8	Operating Segments
FRS 101	Presentation of Financial Statements (Revised 2009)
FRS 123	Borrowings Costs
FRS 139	Financial Instruments: Recognition and Measurement
Amendments to FRS 1	First-time Adoption of Financial Reporting Standards
Amendments to FRS 127	Consolidated and Separate Financial Statements: Cost of an Investment in a subsidiary, Jointly Controlled Entity or Associate
IC Interpretation 9	Reassessment of Embedded Derivatives
IC Interpretation 10	Interim Financial Reporting and Impairment
IC Interpretation 11	FRS 2 – Group and Treasury Share Transactions
IC Interpretation 13	Customer Loyalties Programmes
IC Interpretation 14	FRS 119 – The limit of a Defined Benefit Asset, Minimum Funding Requirements and their interaction

The above FRSs, Amendments to FRSs and Interpretations have no significant impact on the financial statements of the Group upon their initial application.

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 30 June 2010.

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 30 June 2010.

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 30 June 2010 other than as mentioned below:-

During the current year, 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 30 June 2010, 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 30 June 2010 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 30/06/10 RM'000	Current Year To Date Ended 30/06/10 RM'000
Segment Revenue		
Information Technology	13,883	57,093
Telecommunications	-	-
Others	2,412	2,898
	<u>16,295</u>	<u>59,991</u>
Elimination	(2,412)	(2,898)
Group revenue	<u>13,883</u>	<u>57,093</u>
Segment Results		
Information Technology	1,616	4,182
Telecommunications	(46)	(516)
Others	1,430	(242)
	<u>3,000</u>	<u>3,424</u>
Elimination	(2,429)	(3,115)
Profit from operations	<u>571</u>	<u>309</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 30 June 2010.

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 30 June 2010.

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 30 June 2010.

14. Performance Review

The Group's revenue for the current quarter and financial period ended 30 June 2010 decreased to RM57.093 million from RM76.832 million in the prior corresponding quarter and financial period ended 30 June 2009. The decrease in revenue was mainly due to the completion of certain projects during the period. This resulted in the Group recording a lower profit before taxation of RM54 thousand compared to a profit before taxation of RM103 thousand for the corresponding quarter and financial period ended 30 June 2009.

15. Comment on Material Change in Profit Before Taxation

The Group recorded a profit before taxation of RM524 thousand for the current quarter ended 30 June 2010 (4Q10) as compared to RM498 thousand profit before taxation for the quarter ended 31 March 2010 (3Q10).

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 30/06/10 RM'000	Current Year To Date Ended 30/06/10 RM'000
Current year provision	Nil	Nil
Tax recoverable arising from dividend income received	(363)	(363)
Under/(over) provision in prior years	<u>2</u>	<u>2</u>
	(361)	(361)
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>(361)</u>	<u>(361)</u>

19. Sale of Unquoted Investments and Properties

There were no sales of unquoted investments and properties during the quarter and financial period ended 30 June 2010.

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
Less: Accumulated impairment losses	(5)
	<hr/> 0
<u>Unquoted</u>	
Shares, at cost	250
Less: Accumulated impairment losses	(250)
	<hr/> 0
Total investment at book value	<hr/> 0
Total investments at market value	<hr/> <hr/> 2

21. 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 30 June 2010 are as follows:

	As at 30.06.10 RM'000
(a) <u>Short Term borrowings</u>	
<u>Secured</u>	
Bank Overdraft	-
Trust Receipts	-
Bankers Acceptance	874
Term loan repayable within 12 months	227
Hire purchase creditor repayable within 12 months	540
	<hr/> <hr/> 1,641
(b) <u>Long Term borrowings</u>	
<u>Secured</u>	
Term loan repayable after 12 months	-
Hire purchase creditor after 12 months	1,172
	<hr/> <hr/> 1,172

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

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

25. Earnings per share

	Current Quarter ended 30/06/10 RM'000	Current Year To Date Ended 30/06/10 RM'000
Basic		
Net profit for the period	885	415
Number of ordinary shares in issue as at 30 June 2009	60,000	60,000
Basic earnings per share (sen)	1.48	0.69
Diluted		
Net profit for the period	885	415
Number of ordinary shares in issue as at 30 June 2009	60,000	60,000
Diluted earnings per share (sen)	1.48	0.69

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 26 August 2010.

BY ORDER OF THE BOARD

DATIN RIZANA MOHD DAUD
Company Secretary