

EDARAN BERHAD

CONDENSED CONSOLIDATED INCOME STATEMENTS

	INDIVIDUAL PERIOD		CUMULATIVE PERIOD	
	Current Year	Corresponding Year	Current Year	Corresponding Year
	Quarter	Quarter	To Date	To Date
	30/09/2010	30/09/2009	30/09/2010	30/09/2009
	RM'000	RM'000	RM'000	RM'000
REVENUE	9,165	13,146	9,165	13,146
COST OF SALES	(6,262)	(8,992)	(6,262)	(8,992)
GROSS PROFIT	2,903	4,154	2,903	4,154
OTHER OPERATING INCOME	181	97	181	97
ADMINISTRATIVE EXPENSES	(2,462)	(2,614)	(2,462)	(2,614)
OTHER OPERATING EXPENSES	(1,887)	(1,776)	(1,887)	(1,776)
LOSS FROM OPERATIONS	(1,265)	(139)	(1,265)	(139)
FINANCE COSTS	(102)	(111)	(102)	(111)
LOSS BEFORE TAXATION	(1,367)	(250)	(1,367)	(250)
TAXATION	0	0	0	0
LOSS AFTER TAXATION	(1,367)	(250)	(1,367)	(250)
LOSS PER SHARE (SEN)	(2.28)	(0.42)	(2.28)	(0.42)
ATTRIBUTABLE TO:				
EQUITY HOLDERS OF THE COMPANY	(1,367)	(250)	(1,367)	(250)
MINORITY INTEREST	0	0	0	0
	(1,367)	(250)	(1,367)	(250)

(The Condensed Consolidated Income Statements should be read in conjunction with the Annual Financial Report for the year ended 30 June 2010)

EDARAN BERHAD

CONDENSED CONSOLIDATED BALANCE SHEETS AS AT 30 SEPTEMBER 2010

		<u>AS AT END</u> <u>OF CURRENT YEAR</u> <u>TO DATE</u>	<u>AS AT</u> <u>PRECEDING YEAR</u> <u>FINANCIAL YEAR</u> <u>ENDED</u>
	Note	<u>30/09/2010</u> RM'000	<u>30/06/2010</u> RM'000
PROPERTY, PLANT AND EQUIPMENT		14,238	14,836
INVESTMENT PROPERTY - FREEHOLD		8,645	8,645
PREPAID LAND LEASE		8,120	8,144
OTHER INVESTMENTS	20	-	-
CURRENT ASSETS			
Amount due from customers for contract works		8,866	8,977
Trade receivables		7,915	11,080
Other receivables		1,495	1,344
Tax recoverable		486	486
Amount due by related company		249	249
Fixed deposits		10,350	11,095
Cash and bank balances		2,181	3,417
		<u>31,542</u>	<u>36,648</u>
CURRENT LIABILITIES			
Amount due to customers for contract works		274	210
Trade payables		3,333	10,261
Other payables		5,089	5,860
Borrowings	22 (a)	5,862	2,465
Taxation		-	-
		<u>14,558</u>	<u>18,796</u>
NET CURRENT ASSETS		<u>16,984</u>	<u>17,852</u>
		<u>47,987</u>	<u>49,477</u>
FINANCED BY:			
SHARE CAPITAL		60,000	60,000
SHARE PREMIUM		8,022	8,022
TREASURY SHARES		(1,049)	(1,049)
REVALUATION RESERVE		1,225	1,225
TRANSLATION RESERVE		(68)	(77)
ACCUMULATED LOSS		<u>(21,183)</u>	<u>(19,816)</u>
SHAREHOLDERS' FUNDS		46,947	48,305
MINORITY INTEREST		-	-
TOTAL EQUITY		<u>46,947</u>	<u>48,305</u>
DEFERRED AND LONG TERM LIABILITIES			
Borrowings	22 (b)	1,040	1,172
Deferred taxation		-	-
		<u>1,040</u>	<u>1,172</u>
		<u>47,987</u>	<u>49,477</u>

(The Condensed Consolidated Balance Sheets should be read in conjunction with the Annual Financial Report for the year ended 30 June 2010)

EDARAN BERHAD

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE QUARTER ENDED 30 SEPTEMBER 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 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 year	-	-	-	-	-	415	415	-	415
Translation Reserves (Foreign Currency)	-	-	-	-	(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
At 1 July 2010	60,000	8,022	(1,049)	1,225	(77)	(19,816)	48,305	-	48,305
Loss for the period	-	-	-	-	-	(1,367)	(1,367)	-	(1,367)
Translation Reserves (Foreign Currency)	-	-	-	-	9	-	9	-	9
Dividend Paid	-	-	-	-	-	-	-	-	-
At 30 September 2010	60,000	8,022	(1,049)	1,225	(68)	(21,183)	46,947	-	46,947
At 1 July 2009	60,000	8,022	(1,048)	1,225	(26)	(19,779)	48,394	-	48,394
Loss for the period	-	-	-	-	-	(250)	(250)	-	(250)
Translation Reserves (Foreign Currency)	-	-	-	-	27	-	27	-	27
At 30 September 2009	60,000	8,022	(1,048)	1,225	1	(20,029)	48,171	-	48,171

(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Financial Report for the year ended 30 June 2010)

EDARAN BERHAD

**CONDENSED CONSOLIDATED CASH FLOW STATEMENT
FOR THE YEAR QUARTER ENDED 30 SEPTEMBER 2010**

	Current Year to date 30/09/10 RM' 000	Corresponding Year to date 30/09/09 RM' 000
Net cash (used in)/generated from operating activities	(5,159)	6,719
Net cash (used in)/generated from investing activities	(184)	(138)
Net cash generated from/(used in) financing activities	<u>5,479</u>	<u>1,273</u>
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS	136	7,854
CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD	5,165	6,007
CASH AND CASH EQUIVALENTS AT END OF PERIOD	<u><u>5,276</u></u>	<u><u>13,861</u></u>

Cash and cash equivalents comprise the following:

Bank overdrafts	-	-
Deposits with licensed banks	10,350	16,209
Cash and bank balances	<u>2,181</u>	<u>7,325</u>
	12,531	23,534
Less: Deposits pledged as security with licensed banks	<u>(7,255)</u>	<u>(9,673)</u>
	<u><u>5,276</u></u>	<u><u>13,861</u></u>

**(The condensed Consolidated Cash Flow Statement should be read in conjunction with the
Annual Financial Report for the year ended 30 June 2010)**

EDARAN BERHAD

NOTES TO THE ACCOUNTS FOR THE PERIOD ENDED 30 SEPTEMBER 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 Main Market 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 2010. 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 2010.

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 2010.

2. Auditors’ Report on Preceding Annual Financial Statements

The auditors’ report on the financial statements for the year ended 30 June 2010 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 September 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 September 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 September 2010 other than as mentioned below:-

As at 30 September 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

There is no dividend paid during the financial period ended 30 September 2010.

8. Segmental Information

	Current Quarter Ended 30/09/10 RM'000	Current Year To Date Ended 30/09/10 RM'000
Segment Revenue		
Information Technology	8,055	8,055
Telecommunications	-	-
Lifestyles	1,110	1,110
Others	162	162
	<u>9,327</u>	<u>9,327</u>
Elimination	(162)	(162)
Group revenue	<u>9,165</u>	<u>9,165</u>
Segment Results		
Information Technology	(17)	(17)
Telecommunications	(142)	(142)
Lifestyles	(91)	(91)
Others	(835)	(835)
	<u>(1,085)</u>	<u>(1,085)</u>
Elimination	(180)	(180)
Loss from operations	<u>(1,265)</u>	<u>(1,265)</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 2010.

10. Subsequent Events

There were no material events subsequent to the end of the current quarter and financial period ended 30 September 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 September 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 2010.

13. Capital Commitments

There were no capital commitments for the current quarter and financial period ended 30 September 2010.

14. Performance Review

The Group's revenue for the current quarter and financial period ended 30 September 2010 decreased to RM9.165 million from RM13.146 million in the prior corresponding quarter and financial period ended 30 September 2009. This resulted in the Group recording a loss before taxation of RM1.367 million compared to a loss before taxation of RM250 thousand for the corresponding quarter and financial period ended 30 September 2009.

15. Comment on Material Change in Profit Before Taxation

The Group recorded a loss before taxation of RM1.367 million for the current quarter ended 30 June 2010 (1Q11) as compared to RM523 thousand profit before taxation for the quarter ended 30 June 2010 (4Q10). The variance was mainly attributable to lower revenue of RM9.165 million registered in 1Q11 as compared to RM13.883 million registered in 4Q10.

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 30/09/10 RM'000	Current Year To Date Ended 30/09/10 RM'000
Current year provision	Nil	Nil
Tax recoverable arising from dividend income received	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 30 September 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 September 2010 are as follows:

	As at 30.09.10 RM'000
(a) <u>Short Term borrowings</u>	
<u>Secured</u>	
Bank Overdraft	-
Trust Receipts	-
Bankers Acceptance	5,303
Term loan repayable within 12 months	19
Hire purchase creditor repayable within 12 months	540
	<hr/> <hr/> 5,862
 (b) <u>Long Term borrowings</u>	
<u>Secured</u>	
Term loan repayable after 12 months	-
Hire purchase creditor after 12 months	1,040
	<hr/> <hr/> 1,040

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 ending 30 June 2011.

25. Earnings per share

	Current Quarter ended 30/09/10 RM'000	Current Year To Date Ended 30/09/10 RM'000
Basic		
Net loss for the period	(1,367)	(1,367)
Number of ordinary shares in issue as at 30 June 2010	60,000	60,000
Basic loss per share (sen)	(2.28)	(2.28)
Diluted		
Net loss for the period	(1,367)	(1,367)
Number of ordinary shares in issue as at 30 June 2010	60,000	60,000
Diluted loss per share (sen)	(2.28)	(2.28)

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 November 2010.

BY ORDER OF THE BOARD

DATIN RIZANA MOHD DAUD
Company Secretary