

EDARAN BERHAD

CONDENSED CONSOLIDATED INCOME STATEMENTS

	<u>INDIVIDUAL PERIOD</u>		<u>CUMULATIVE PERIOD</u>	
	<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>31/03/2011</u>	<u>31/03/2010</u>	<u>31/03/2011</u>	<u>31/03/2010</u>
	RM'000	RM'000	RM'000	RM'000
REVENUE	9,915	19,977	33,498	43,210
COST OF SALES	<u>(8,046)</u>	<u>(15,149)</u>	<u>(25,758)</u>	<u>(30,994)</u>
GROSS PROFIT	1,869	4,828	7,740	12,216
OTHER OPERATING INCOME	78	94	340	294
ADMINISTRATIVE EXPENSES	<u>(2,847)</u>	<u>(2,593)</u>	<u>(7,782)</u>	<u>(7,603)</u>
OTHER OPERATING EXPENSES	<u>(2,223)</u>	<u>(1,783)</u>	<u>(6,318)</u>	<u>(5,169)</u>
PROFIT / (LOSS) FROM OPERATIONS	<u>(3,123)</u>	<u>546</u>	<u>(6,020)</u>	<u>(262)</u>
FINANCE COSTS	<u>(55)</u>	<u>(48)</u>	<u>(201)</u>	<u>(208)</u>
PROFIT / (LOSS) BEFORE TAXATION	<u>(3,178)</u>	<u>498</u>	<u>(6,221)</u>	<u>(470)</u>
TAXATION	<u>0</u>	<u>0</u>	<u>200</u>	<u>0</u>
PROFIT / (LOSS) AFTER TAXATION	<u><u>(3,178)</u></u>	<u><u>498</u></u>	<u><u>(6,021)</u></u>	<u><u>(470)</u></u>
EARNINGS / (LOSS) PER SHARE (SEN)	<u><u>(5.30)</u></u>	<u><u>0.83</u></u>	<u><u>(10.04)</u></u>	<u><u>(0.78)</u></u>
ATTRIBUTABLE TO:				
EQUITY HOLDERS OF THE COMPANY	<u>(3,178)</u>	<u>498</u>	<u>(6,021)</u>	<u>(470)</u>
MINORITY INTEREST	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
	<u><u>(3,178)</u></u>	<u><u>498</u></u>	<u><u>(6,021)</u></u>	<u><u>(470)</u></u>

(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 31 MARCH 2011

		<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>31/03/2011</u> RM'000	<u>30/06/2010</u> RM'000
NON-CURRENT ASSETS			
PROPERTY, PLANT AND EQUIPMENT		12,928	14,836
INVESTMENT PROPERTY - FREEHOLD		8,645	8,645
PREPAID LAND LEASE PAYMENTS		8,072	8,144
OTHER INVESTMENTS	20	-	-
CURRENT ASSETS			
Amount due from customers			
for contract works		4,600	8,977
Trade receivables		12,680	11,080
Other receivables		1,209	1,344
Tax recoverable		363	486
Amount due by related company		249	249
Fixed deposits		7,499	11,095
Cash and bank balances		297	3,417
		<u>26,897</u>	<u>36,648</u>
CURRENT LIABILITIES			
Amount due to customers			
for contract works		489	210
Trade payables		7,143	10,261
Other payables		4,815	5,860
Borrowings	22 (a)	1,531	2,465
		<u>13,978</u>	<u>18,796</u>
NET CURRENT ASSETS		<u>12,919</u>	<u>17,852</u>
		<u>42,564</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		(114)	(77)
ACCUMULATED LOSS		<u>(26,289)</u>	<u>(19,816)</u>
SHAREHOLDERS' FUNDS		41,795	48,305
MINORITY INTEREST		-	-
TOTAL EQUITY		<u>41,795</u>	<u>48,305</u>
DEFERRED AND LONG TERM LIABILITIES			
Borrowings	22 (b)	769	1,172
Deferred taxation		-	-
		<u>769</u>	<u>1,172</u>
		<u>42,564</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 BHD

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE QUARTER ENDED 31 MARCH 2011

	← Non-Distributable →						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	Accumulated Loss 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 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
At 1 July 2010	60,000	8,022	(1,049)	1,225	(77)	(19,816)	48,305	-	48,305
Treasury Shares:									
Purchased	-	-	-	-	-	-	0	-	0
Sold	-	-	-	-	-	-	-	-	-
Loss for the period	-	-	-	-	-	(6,021)	(6,021)	-	(6,021)
Translation adjustment for the financial period	-	-	-	-	(37)	-	(37)	-	(37)
Dividend Paid	-	-	-	-	-	(452)	(452)	-	(452)
At 31 March 2011	60,000	8,022	(1,049)	1,225	(114)	(26,289)	41,795	-	41,795
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	-	-	-	-	-	(470)	(470)	-	(470)
Translation adjustment for the financial period	-	-	-	-	(29)	-	(29)	-	(29)
Dividend Paid	-	-	-	-	-	(452)	(452)	-	(452)
At 31 March 2010	60,000	8,022	(1,049)	1,225	(55)	(20,701)	47,442	-	47,442

(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 QUARTER ENDED 31 MARCH 2011**

	Current Year to date 31/03/11 RM' 000	Corresponding Year to date 31/03/10 RM' 000
Net cash (used in)/generated from operating activities	(4,452)	5,246
Net cash (used in)/generated from investing activities	(186)	(2,627)
Net cash generated from/(used in) financing activities	<u>345</u>	<u>(2,139)</u>
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS	(4,293)	480
CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD	5,165	6,007
CASH AND CASH EQUIVALENTS AT END OF PERIOD	<u><u>872</u></u>	<u><u>6,487</u></u>

Cash and cash equivalents comprise the following:

Bank overdrafts	-	-
Deposits with licensed banks	7,499	14,168
Cash and bank balances	<u>297</u>	<u>922</u>
	7,796	15,090
Less: Deposits pledged as security with licensed banks	(6,924)	(8,603)
	<u><u>872</u></u>	<u><u>6,487</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 31 MARCH 2011

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 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 31 March 2011.

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 March 2011.

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 March 2011 other than as mentioned below:-

As at 31 March 2011, 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 March 2011 were as follows:

In respect of the financial year ended 30 June 2010, first and final dividend of 0.78 sen tax exempt per ordinary share of RM1.00, on 57,907,200 ordinary shares was declared on 2 December 2010. The full amount of RM452 thousand was paid on 27 December 2010.

8. Segmental Information

	Current Quarter Ended 31/03/11 RM'000	Current Year To Date Ended 31/03/11 RM'000
Segment Revenue		
Information Technology	9,825	31,375
Telecommunications	-	-
Lifestyles	90	2,123
Others	162	648
	<u>10,077</u>	<u>34,146</u>
Elimination	<u>(162)</u>	<u>(648)</u>
Group revenue	<u>9,915</u>	<u>33,498</u>
Segment Results		
Information Technology	(1,369)	(1,643)
Telecommunications	(154)	(421)
Lifestyles	(205)	(417)
Others	(1,236)	(3,026)
	<u>(2,964)</u>	<u>(5,507)</u>
Elimination	<u>(159)</u>	<u>(513)</u>
Loss from operations	<u>(3,123)</u>	<u>(6,020)</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 31 March 2011.

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 March 2011.

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 31 March 2011.

14. Performance Review

The Group's revenue for the current quarter and financial period ended 31 March 2011 decreased to RM33.498 million from RM43.210 million in the prior corresponding quarter and financial period ended 31 March 2010. The decrease in revenue was mainly due to the completion of certain projects during the financial period. In addition, the decrease in gross profit margin resulted in the Group recording a loss before taxation of RM6.221 million compared to a loss before taxation of RM470 thousand for the corresponding quarter and financial period ended 31 March 2010.

15. Comment on Material Change in Profit Before Taxation

The Group recorded a loss before taxation of RM3.178 million for the current quarter ended 31 March 2011 (3Q11) as compared to RM1.676 million loss before taxation for the quarter ended 31 December 2010 (2Q11). The variance was mainly attributable to lower gross profit of RM1.869 million registered in 3Q11 as compared to RM2.967 million registered in 2Q11.

16. Commentary on Prospects

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

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 31/03/11 RM'000	Current Year To Date Ended 31/03/11 RM'000
Current year provision	Nil	Nil
Tax recoverable arising from dividend Income received	Nil	Nil
Under/(over) provision in prior years	Nil	(200)
	<u>Nil</u>	<u>Nil</u>
Deferred tax:		
Relating to the origination and reversal of temporary differences	Nil	Nil
Over provision in prior years	Nil	Nil
	<u>Nil</u>	<u>(200)</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 March 2011.

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

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 31 March 2011 are as follows:

As at
31.03.11
RM'000

(a) Short Term borrowings Secured

Bank Overdraft	-
Trust Receipts	-
Bankers Acceptance	991
Term loan repayable within 12 months	-
Hire purchase creditor repayable within 12 months	540
	<hr/>
	1,531
	<hr/>

(b) Long Term borrowings Secured

Term loan repayable after 12 months	-
Hire purchase creditor after 12 months	769
	<hr/>
	769
	<hr/>

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 31/03/11 RM'000	Current Year To Date Ended 31/03/11 RM'000
Basic		
Net loss for the period	(3,178)	(6,021)
Number of ordinary shares in issue as at 30 June 2010	60,000	60,000
Basic earnings per share (sen)	(5.30)	(10.04)
Diluted		
Net loss for the period	(3,178)	(6,021)
Number of ordinary shares in issue as at 30 June 2010	60,000	60,000
Diluted earnings per share (sen)	(5.30)	(10.04)

26. Realised and unrealized retained earnings / accumulated losses

	As at 31/03/11 RM'000
Total Accumulated Loss (Company and subsidiaries)	
- Realised	(26,289)
- Unrealised	-
Total group accumulated loss	(26,289)

27. 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 May 2011.

BY ORDER OF THE BOARD

ASBANIZAM ABU BAKAR
Assistant Company Secretary