

## EDARAN BERHAD

## CONDENSED CONSOLIDATED INCOME STATEMENTS

	INDIVIDUAL PERIOD		CUMULATIVE PERIOD	
	<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>31/03/2012</u>	<u>31/03/2011</u>	<u>31/03/2012</u>	<u>31/03/2011</u>
	RM'000	RM'000	RM'000	RM'000
REVENUE	15,390	9,915	38,807	33,498
COST OF SALES	<u>(12,217)</u>	<u>(8,046)</u>	<u>(30,259)</u>	<u>(25,758)</u>
GROSS PROFIT	3,173	1,869	8,548	7,740
OTHER OPERATING INCOME	85	78	246	340
ADMINISTRATIVE EXPENSES	(3,191)	(2,847)	(9,896)	(7,782)
OTHER OPERATING EXPENSES	<u>(2,020)</u>	<u>(2,223)</u>	<u>(6,048)</u>	<u>(6,318)</u>
LOSS FROM OPERATIONS	(1,953)	(3,123)	(7,150)	(6,020)
FINANCE COSTS	<u>(139)</u>	<u>(55)</u>	<u>(381)</u>	<u>(201)</u>
LOSS BEFORE TAXATION	(2,092)	(3,178)	(7,531)	(6,221)
TAXATION	0	0	0	200
LOSS AFTER TAXATION	<u>(2,092)</u>	<u>(3,178)</u>	<u>(7,531)</u>	<u>(6,021)</u>
LOSS PER SHARE (SEN)	<u>(3.10)</u>	<u>(5.30)</u>	<u>(11.28)</u>	<u>(10.04)</u>
ATTRIBUTABLE TO:				
EQUITY HOLDERS OF THE COMPANY	(1,857)	(3,178)	(6,768)	(6,021)
MINORITY INTEREST	<u>(235)</u>	<u>0</u>	<u>(763)</u>	<u>0</u>
	<u>(2,092)</u>	<u>(3,178)</u>	<u>(7,531)</u>	<u>(6,021)</u>

(The Condensed Consolidated Income Statements should be read in conjunction with the Annual Financial Report for the year ended 30 June 2011)

**EDARAN BERHAD**

**CONDENSED CONSOLIDATED BALANCE SHEETS AS AT 31 MARCH 2012**

	Note	<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>
		<u>31/03/2012</u>	<u>30/06/2011</u>
		RM'000	RM'000
INTANGIBLE ASSET		2,782	2,782
PROPERTY, PLANT AND EQUIPMENT		28,754	22,259
INVESTMENT PROPERTY - FREEHOLD		8,645	8,645
OTHER INVESTMENTS	20	2	2
<b>CURRENT ASSETS</b>			
Inventories		4,085	127
Amount due from customers for contract works		4,528	4,048
Trade receivables		7,252	6,330
Other receivables		1,722	2,133
Tax recoverable		-	362
Amount due by related company		249	249
Fixed deposits		9,640	8,245
Cash and bank balances		1,509	1,617
		<u>28,985</u>	<u>23,111</u>
<b>CURRENT LIABILITIES</b>			
Amount due to customers for contract works		2,833	1,262
Amount due to director		381	450
Trade payables		11,642	4,937
Other payables		7,054	5,864
Borrowings	22 (a)	6,821	3,018
Taxation		-	-
		<u>28,731</u>	<u>15,531</u>
NET CURRENT ASSETS		<u>254</u>	<u>7,580</u>
		<u>40,437</u>	<u>41,268</u>
<b>FINANCED BY:</b>			
SHARE CAPITAL		60,000	60,000
SHARE PREMIUM		8,022	8,022
TREASURY SHARES		(1,049)	(1,049)
REVALUATION RESERVE		8,026	1,225
TRANSLATION RESERVE		104	(69)
AVAILABLE FOR SALE ("AFS") RESERVE		2	2
ACCUMULATED LOSS		<u>(34,670)</u>	<u>(27,902)</u>
SHAREHOLDERS' FUNDS		40,435	40,229
MINORITY INTEREST		<u>(1,003)</u>	<u>(240)</u>
TOTAL EQUITY		<u>39,432</u>	<u>39,989</u>
<b>DEFERRED AND LONG TERM LIABILITIES</b>			
Borrowings	22 (b)	1,005	1,279
Deferred taxation		-	-
		<u>1,005</u>	<u>1,279</u>
		<u>40,437</u>	<u>41,268</u>

(The Condensed Consolidated Balance Sheets should be read in conjunction with the Annual Financial Report for the year ended 30 June 2011)

EDARAN BERHAD

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE QUARTER ENDED 31 MARCH 2012

	← 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	AFS Reserve RM'000	Accumulated Loss RM'000	Total RM'000	RM'000	Total RM'000
At 1 July 2010 (Restated)	60,000	8,022	(1,049)	1,225	(77)	1	(19,816)	48,306	-	48,306
Total comprehensive loss for the year	-	-	-	-	8	1	(7,634)	(7,625)	(240)	(7,865)
Transactions with owners:										
Purchased	-	-	-	-	-	-	-	-	-	-
Dividend Paid	-	-	-	-	-	-	(452)	(452)	-	(452)
<b>At 30 June 2011</b>	<b>60,000</b>	<b>8,022</b>	<b>(1,049)</b>	<b>1,225</b>	<b>(69)</b>	<b>2</b>	<b>(27,902)</b>	<b>40,229</b>	<b>(240)</b>	<b>39,989</b>
At 1 July 2011	60,000	8,022	(1,049)	1,225	(69)	2	(27,902)	40,229	(240)	39,989
Total comprehensive loss for the year	-	-	-	-	173	-	(6,768)	(6,595)	(763)	(7,358)
Surplus of reserve	-	-	-	6,801	0	-	0	6,801	0	6,801
Transactions with owners:										
Purchased	-	-	-	-	-	-	-	-	-	-
Dividend Paid	-	-	-	-	-	-	-	0	-	0
<b>At 31 March 2012</b>	<b>60,000</b>	<b>8,022</b>	<b>(1,049)</b>	<b>8,026</b>	<b>104</b>	<b>2</b>	<b>(34,670)</b>	<b>40,435</b>	<b>(1,003)</b>	<b>39,432</b>
At 1 July 2010 (Restated)	60,000	8,022	(1,049)	1,225	(77)	1	(19,816)	48,306	-	48,306
Loss for the period	-	-	-	-	-	-	(6,021)	(6,021)	-	(6,021)
Translation Reserves (Foreign Currency)	-	-	-	-	(37)	-	-	(37)	-	(37)
Dividend Paid	-	-	-	-	-	-	(452)	(452)	-	(452)
<b>At 31 March 2011</b>	<b>60,000</b>	<b>8,022</b>	<b>(1,049)</b>	<b>1,225</b>	<b>(114)</b>	<b>1</b>	<b>(26,289)</b>	<b>41,796</b>	<b>0</b>	<b>41,796</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 2011)

**EDARAN BERHAD**

**CONDENSED CONSOLIDATED CASH FLOW STATEMENT  
FOR THE YEAR QUARTER ENDED 31 MARCH 2012**

	Current Year to date 31/03/12 RM' 000	Corresponding Year to date 31/03/11 RM' 000
Net cash (used in)/generated from operating activities	(636)	(4,452)
Net cash (used in)/generated from investing activities	(4,995)	(186)
Net cash generated from/(used in) financing activities	<u>4,892</u>	<u>345</u>
<b>NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS</b>	<b>(739)</b>	<b>(4,293)</b>
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD</b>	<b>1,317</b>	<b>5,165</b>
<b>CASH AND CASH EQUIVALENTS AT END OF PERIOD</b>	<b><u>578</u></b>	<b><u>872</u></b>

Cash and cash equivalents comprise the following:

Bank overdrafts	(3,442)	-
Deposits with licensed banks	9,640	7,499
Cash and bank balances	<u>1,509</u>	<u>297</u>
	7,707	7,796
Less: Deposits pledged as security with licensed banks	<u>(7,129)</u>	<u>(6,924)</u>
	<b><u>578</u></b>	<b><u>872</u></b>

**(The condensed Consolidated Cash Flow Statement should be read in conjunction with the  
Annual Financial Report for the year ended 30 June 2011)**

# **EDARAN BERHAD**

## **NOTES TO THE ACCOUNTS FOR THE PERIOD ENDED 31 MARCH 2012**

### **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 2011. 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 2011.

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 2011.

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

The auditors’ report on the financial statements for the year ended 30 June 2011 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 2012

## 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 2012.

## 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 2012 other than as mentioned below:-

As at 31 March 2012, 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 31 March 2012.

## 8. Segmental Information

	Current Quarter Ended 31/03/12 RM'000	Current Year To Date Ended 31/03/12 RM'000
Segment Revenue		
Information Technology	14,736	36,470
Telecommunications	-	-
Lifestyles	654	2,337
Others	162	486
	<u>15,552</u>	<u>39,293</u>
Elimination	(162)	(486)
Group revenue	<u>15,390</u>	<u>38,807</u>
Segment Results		
Information Technology	(91)	(1,819)
Telecommunications	(218)	(559)
Lifestyles	(661)	(1,984)
Others	(856)	(2,384)
	<u>(1,826)</u>	<u>(6,746)</u>
Elimination	(127)	(404)
Loss from operations	<u>(1,953)</u>	<u>(7,150)</u>

## **9. Carrying Amount of Revalued Assets**

On 12 September 2011, the leasehold land and building of the subsidiary companies were revalued by an independent professional valuer. Fair value is determined by reference to market values or/and forced sale value on an existing use basis. Market Values is the estimate amount for which an asset should exchange on the date of valuation between a willing buyer and a willing seller, while Forced Sale Value is the amount that may reasonably be received from the sale of a property under forced sale conditions that do not meet all the criteria of a normal market transactions. The valuation surplus of RM6.801 million arising from the revaluation of the leasehold land and building is credited into the revaluation reserve.

## **10. Subsequent Events**

There were no material events subsequent to the end of the current quarter and financial period ended 31 March 2012.

## **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 2012.

## **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 2011.

## **13. Capital Commitments**

There were no capital commitments for the current quarter and financial period ended 31 March 2012.

## **14. Performance Review**

The Group's revenue for the current quarter and financial period ended 31 March 2012 increased to RM38.807 million from RM33.498 million in the prior corresponding quarter and financial period ended 31 March 2011. However, the increase in operating expenses resulted in the Group recording

a loss before taxation of RM7.531 million compared to a loss before taxation of RM6.221 million for the corresponding quarter and financial period ended 31 March 2011.

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

The Group recorded a loss before taxation of RM2.092 million for the current quarter ended 31 March 2012 (3Q12) as compared to RM2.176 million loss before taxation for the quarter ended 31 December 2011 (2Q12). The variance was mainly attributable to higher revenue of RM15.390 million registered in 3Q12 as compared to RM13.722 million registered in 2Q12.

#### 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 31/03/12 RM'000	Current Year To Date Ended 31/03/12 RM'000
Current year provision	Nil	Nil
Tax recoverable arising from dividend income received	Nil	Nil
Under/(over) provision in prior years	Nil	Nil
	<hr/>	<hr/>
Deferred tax:		
Relating to the origination and reversal of temporary differences	Nil	Nil
Over provision in prior years	Nil	Nil
	<hr/>	<hr/>
	<hr/>	<hr/>



## 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 2012.

## 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 31 March 2012 are as follows:

	As at 31.03.12 RM'000
<b>(a) <u>Short Term borrowings</u></b>	
<b><u>Secured</u></b>	
Bank Overdraft	3,442
Trust Receipts	-
Bankers Acceptance	2,612
Term loan repayable within 12 months	227
Hire purchase creditor repayable within 12 months	540
	<hr/> <u>6,821</u>
 <b>(b) <u>Long Term borrowings</u></b>	
<b><u>Secured</u></b>	
Term loan repayable after 12 months	472
Hire purchase creditor after 12 months	533
	<hr/> <u>1005</u>

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 2012.

## 25. Earnings per share

	Current Quarter ended 31/03/12 RM'000	Current Year To Date Ended 31/03/12 RM'000
<b>Basic</b>		
Net loss for the period	(1,857)	(6,768)
Number of ordinary shares in issue as at 30 June 2011	60,000	60,000
Basic loss per share (sen)	(3.10)	(11.28)
<b>Diluted</b>		
Net loss for the period	(1,857)	(6,768)
Number of ordinary shares in issue as at 30 June 2011	60,000	60,000
Diluted loss per share (sen)	(3.10)	(11.28)

## 26. Realised and unrealised retained earnings / accumulated loss

	As at 31/03/12 RM'000	As at 31/03/11 RM'000
<b>Total Accumulated Loss (Company and subsidiaries)</b>		
- Realised	(34,670)	(26,289)
- Unrealised	-	-
Total group accumulated loss	<b>(34,670)</b>	<b>(26,289)</b>

## 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 24 May 2012.

**BY ORDER OF THE BOARD**

**DATIN RIZANA MOHD DAUD**  
Company Secretary