

EDARAN BERHAD

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	INDIVIDUAL PERIOD		CUMULATIVE PERIOD	
	Current Year	Corresponding Year	Current Year	Corresponding Year
	Quarter	Quarter	To Date	To Date
	<u>30/09/2015</u>	<u>30/09/2014</u>	<u>30/09/2015</u>	<u>30/09/2014</u>
	RM'000	RM'000	RM'000	RM'000
REVENUE	10,752	8,207	10,752	8,207
COST OF SALES	<u>(8,358)</u>	<u>(5,914)</u>	<u>(8,358)</u>	<u>(5,914)</u>
GROSS PROFIT	2,394	2,293	2,394	2,293
OTHER OPERATING INCOME	100	74	100	74
ADMINISTRATIVE EXPENSES	(2,406)	(2,310)	(2,406)	(2,310)
OTHER OPERATING EXPENSES	<u>(801)</u>	<u>(946)</u>	<u>(801)</u>	<u>(946)</u>
LOSS FROM OPERATIONS	(713)	(889)	(713)	(889)
FINANCE COSTS	<u>(151)</u>	<u>(157)</u>	<u>(151)</u>	<u>(157)</u>
LOSS BEFORE TAXATION	(864)	(1,046)	(864)	(1,046)
TAXATION	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
LOSS AFTER TAXATION	<u><u>(864)</u></u>	<u><u>(1,046)</u></u>	<u><u>(864)</u></u>	<u><u>(1,046)</u></u>
LOSS PER SHARE (SEN)	<u><u>(1.44)</u></u>	<u><u>(1.76)</u></u>	<u><u>(1.44)</u></u>	<u><u>(1.76)</u></u>
ATTRIBUTABLE TO:				
EQUITY HOLDERS OF THE COMPANY	(832)	(1,018)	(832)	(1,018)
MINORITY INTEREST	<u>(32)</u>	<u>(28)</u>	<u>(32)</u>	<u>(28)</u>
	<u><u>(864)</u></u>	<u><u>(1,046)</u></u>	<u><u>(864)</u></u>	<u><u>(1,046)</u></u>

(The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Annual Financial Report for the year ended 30 June 2015)

**EDARAN BERHAD**

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 30 SEPTEMBER 2015**

		<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>30/09/2015</u> RM'000	<u>30/06/2015</u> RM'000
<b>ASSETS</b>			
<b>NON - CURRENT ASSETS</b>			
Property, plant and equipment		23,454	23,692
Other investment	20	-	-
		<u>23,454</u>	<u>23,692</u>
<b>CURRENT ASSETS</b>			
Inventories		10,877	10,814
Amount due from customers for contract works		2,711	3,649
Trade receivables		9,792	4,612
Other receivables		3,387	2,539
Deposit with licensed banks		3,207	3,178
Cash and bank balances		926	6,337
		<u>30,900</u>	<u>31,129</u>
<b>TOTAL ASSETS</b>		<u><u>54,354</u></u>	<u><u>54,821</u></u>
<b>EQUITY AND LIABILITIES</b>			
Equity attributable to owners of the Company			
Share capital		60,000	60,000
Share premium		8,022	8,022
Treasury shares		(1,049)	(1,049)
Revaluation reserve		5,792	5,792
Translation reserve		(318)	(497)
Accumulated loss		<u>(39,867)</u>	<u>(39,035)</u>
		32,580	33,233
Non - controlling interests		<u>(2,674)</u>	<u>(2,642)</u>
<b>TOTAL EQUITY</b>		<u><u>29,906</u></u>	<u><u>30,591</u></u>
<b>NON - CURRENT LIABILITIES</b>			
Borrowings	22 (b)	3,324	3,447
Deferred taxation		1,908	1,908
		<u>5,232</u>	<u>5,355</u>
<b>CURRENT LIABILITIES</b>			
Amount due to customers for contract works		3,173	1,825
Trade payables		7,217	8,119
Other payables		2,614	2,705
Provision for taxation		200	200
Borrowings	22 (a)	6,012	6,026
		<u>19,216</u>	<u>18,875</u>
Total liabilities		<u>24,448</u>	<u>24,230</u>
<b>TOTAL EQUITY AND LIABILITIES</b>		<u><u>54,354</u></u>	<u><u>54,821</u></u>

(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Annual Financial Report for the year ended 30 June 2015)

EDARAN BERHAD

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE QUARTER ENDED 30 SEPTEMBER 2015

	← 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 2015	60,000	8,022	(1,049)	5,792	(497)	(39,035)	33,233	(2,642)	30,591
Foreign currency translation Loss for the period	-	-	-	-	179	-	179	-	179
Total comprehensive loss for the period	-	-	-	-	179	(832)	(653)	(32)	(685)
<b>At 30 September 2015</b>	<b>60,000</b>	<b>8,022</b>	<b>(1,049)</b>	<b>5,792</b>	<b>(318)</b>	<b>(39,867)</b>	<b>32,580</b>	<b>(2,674)</b>	<b>29,906</b>
At 1 July 2014	60,000	8,022	(1,049)	5,846	(898)	(39,297)	32,624	(3,090)	29,534
Foreign currency translation Loss for the period	-	-	-	-	242	-	242	-	242
Total comprehensive loss for the period	-	-	-	-	242	(1,018)	(776)	(28)	(804)
<b>At 30 September 2014</b>	<b>60,000</b>	<b>8,022</b>	<b>(1,049)</b>	<b>5,846</b>	<b>(656)</b>	<b>(40,315)</b>	<b>31,848</b>	<b>(3,118)</b>	<b>28,730</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 2015)

**EDARAN BERHAD**

**CONDENSED CONSOLIDATED CASH FLOW STATEMENT  
FOR THE YEAR QUARTER ENDED 30 SEPTEMBER 2015**

	Current Year to date 30/09/15 RM' 000	Corresponding Year to date 30/09/14 RM' 000
Net cash (used in)/generated from operating activities	(5,417)	533
Net cash (used in)/generated from investing activities	(30)	(104)
Net cash generated from/(used in) financing activities	<u>(2,038)</u>	<u>874</u>
<b>NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS</b>	<b>(7,485)</b>	<b>1,303</b>
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD</b>	<b>5,652</b>	<b>(2,169)</b>
<b>CASH AND CASH EQUIVALENTS AT END OF PERIOD</b>	<b><u>(1,833)</u></b>	<b><u>(866)</u></b>

Cash and cash equivalents comprise the following:

Bank overdrafts	(3,106)	(1,610)
Deposits with licensed banks	3,207	3,384
Cash and bank balances	<u>926</u>	<u>408</u>
	1,027	2,182
Less: Deposits pledged as security with licensed banks	<u>(2,860)</u>	<u>(3,048)</u>
	<b><u>(1,833)</u></b>	<b><u>(866)</u></b>

**(The condensed Consolidated Cash Flow Statement should be read in conjunction with the  
Annual Financial Report for the year ended 30 June 2015)**

# EDARAN BERHAD

## NOTES TO THE ACCOUNTS FOR THE PERIOD ENDED 30 SEPTEMBER 2015

### **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 2015. 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 2015.

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 2015.

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

The auditors’ report on the financial statements for the year ended 30 June 2015 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 2015.

### **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 2015.

## 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 2015 other than as mentioned below:-

As at 30 September 2015, 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 2015.

## 8. Segmental Information

	Current Quarter Ended 30/09/15 RM'000	Current Year To Date Ended 30/09/15 RM'000
Segment Revenue		
Information Technology	8,454	8,454
Telecommunications	-	-
Lifestyles	2,298	2,298
Others	162	162
	<u>10,914</u>	<u>10,914</u>
Elimination	(162)	(162)
Group revenue	<u>10,752</u>	<u>10,752</u>
Segment Results		
Information Technology	363	363
Telecommunications	(286)	(286)
Lifestyles	(174)	(174)
Others	(450)	(450)
	<u>(547)</u>	<u>(547)</u>
Elimination	(166)	(166)
Loss from operations	<u>(713)</u>	<u>(713)</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 2015.

## **10. Subsequent Events**

There were no material events subsequent to the end of the current quarter and financial period ended 30 September 2015.

## **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 2015.

## **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 2015.

## **13. Capital Commitments**

There were no capital commitments for the current quarter and financial period ended 30 September 2015.

## **14. Performance Review**

The Group's revenue for the current quarter and financial period ended 30 September 2015 increased to RM10.752 million from RM8.207 million in the prior corresponding quarter and financial period ended 30 September 2014. This resulted in the Group recording a lower loss before taxation of RM864 thousand compared to a loss before taxation of RM1.046 million for the corresponding quarter and financial period ended 30 September 2014.

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

The Group recorded a loss before taxation of RM864 thousand for the current quarter ended 30 September 2015 (1Q16) as compared to RM266 thousand profit before taxation for the quarter ended 30 June 2015 (4Q15). The variance was mainly attributable to lower gross profit of RM2.394 million registered in 1QFY2016 as compared to RM3.226 million registered in 4QFY2015.

## 16. Commentary on Prospects

The performance of the Group is not expected to change significantly in view of the prevailing environment.

## 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 30/09/15 RM'000	Current Year To Date Ended 30/09/15 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 2015.

## 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>Unquoted</u>	<u>RM'000</u>
Shares, at cost	5
Less: Accumulated impairment losses	(5)
Total investment at book value	<u>0</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 30 September 2015 are as follows:

	As at 30.09.15 RM'000
<b>(a) <u>Short Term borrowings</u></b>	
<b><u>Secured</u></b>	
Bank Overdraft	3,106
Trust Receipts	-
Bankers Acceptance	2,529
Term loan repayable within 12 months	284
Hire purchase creditor repayable within 12 months	93
	<hr/> <u>6,012</u>
<b>(b) <u>Long Term borrowings</u></b>	
<b><u>Secured</u></b>	
Term loan repayable after 12 months	3,296
Hire purchase creditor after 12 months	28
	<hr/> <u>3,324</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 2016.

## 25. Loss per share

	Current Quarter ended 30/09/15 RM'000	Current Year To Date Ended 30/09/15 RM'000
<b>Basic</b>		
Loss attributable to equity holders of the Company	(864)	(864)
Weighted average number of ordinary shares as at 30 June 2015	57,905	57,905
Basic loss per share (sen)	(1.44)	(1.44)
<b>Diluted</b>		
Loss attributable to equity holders of the Company	(864)	(864)
Weighted average number of ordinary shares as at 30 June 2015	57,905	57,905
Diluted loss per share (sen)	(1.44)	(1.44)

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

	As at 30/09/15 RM'000
<b>Total Accumulated Loss (Company and subsidiaries)</b>	
- Realised	(39,867)
- Unrealised	-
Total group accumulated loss	<b>(39,867)</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 November 2015.

### BY ORDER OF THE BOARD

**DATIN RIZANA MOHD DAUD**  
Company Secretary