

EDARAN BERHAD

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	<u>INDIVIDUAL PERIOD</u>		<u>CUMULATIVE PERIOD</u>	
	<u>Current Year</u> <u>Quarter</u> <u>30/09/2018</u> RM'000	<u>Corresponding Year</u> <u>Quarter</u> <u>30/09/2017</u> RM'000	<u>Current Year</u> <u>To Date</u> <u>30/09/2018</u> RM'000	<u>Corresponding Year</u> <u>To Date</u> <u>30/09/2017</u> RM'000
REVENUE	21,463	18,068	21,463	18,068
COST OF SALES	<u>(17,066)</u>	<u>(13,577)</u>	<u>(17,066)</u>	<u>(13,577)</u>
GROSS PROFIT	4,397	4,491	4,397	4,491
OTHER OPERATING INCOME	176	139	176	139
ADMINISTRATIVE EXPENSES	(2,650)	(2,889)	(2,650)	(2,889)
OTHER OPERATING EXPENSES	<u>(912)</u>	<u>(1,087)</u>	<u>(912)</u>	<u>(1,087)</u>
PROFIT FROM OPERATIONS	1,011	654	1,011	654
FINANCE COSTS	<u>(467)</u>	<u>(414)</u>	<u>(467)</u>	<u>(414)</u>
PROFIT BEFORE TAXATION	544	240	544	240
TAXATION	<u>27</u>	<u>0</u>	<u>27</u>	<u>0</u>
PROFIT AFTER TAXATION	<u><u>571</u></u>	<u><u>240</u></u>	<u><u>571</u></u>	<u><u>240</u></u>
EARNINGS PER SHARE (SEN)	<u><u>1.00</u></u>	<u><u>1.12</u></u>	<u><u>1.00</u></u>	<u><u>1.12</u></u>
ATTRIBUTABLE TO:				
EQUITY HOLDERS OF THE COMPANY	577	648	577	648
MINORITY INTEREST	<u>(6)</u>	<u>(408)</u>	<u>(6)</u>	<u>(408)</u>
	<u><u>571</u></u>	<u><u>240</u></u>	<u><u>571</u></u>	<u><u>240</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 2018)

EDARAN BERHAD

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 30 SEPTEMBER 2018

	<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>30/09/2018</u>	<u>30/06/2018</u>
Note	RM'000	RM'000
ASSETS		
NON - CURRENT ASSETS		
Property, plant and equipment	25,611	26,345
Investment in Associate	1,039	1,039
	<u>26,650</u>	<u>27,384</u>
CURRENT ASSETS		
Amount due from customers for contract works	7,016	21
Amount due by related company	11,486	11,486
Trade receivables	15,101	6,517
Other receivables	7,476	6,242
Deposit with licensed banks	4,825	29,871
Cash and bank balances	625	2,138
	<u>46,529</u>	<u>56,275</u>
TOTAL ASSETS	<u><u>73,179</u></u>	<u><u>83,659</u></u>
EQUITY AND LIABILITIES		
Equity attributable to owners of the Company		
Share capital	68,022	68,022
Treasury shares	(1,049)	(1,049)
Revaluation reserve	8,389	8,389
Translation reserve	(3)	3
Accumulated loss	<u>(43,440)</u>	<u>(44,017)</u>
	31,919	31,348
Non - controlling interests	<u>(1,070)</u>	<u>(1,064)</u>
TOTAL EQUITY	<u><u>30,849</u></u>	<u><u>30,284</u></u>
NON - CURRENT LIABILITIES		
Borrowings	6,326	7,097
Deferred taxation	2,680	2,680
	<u>9,006</u>	<u>9,777</u>
CURRENT LIABILITIES		
Amount due to customers for contract works	6,938	7,589
Trade payables	19,740	30,439
Other payables	2,766	2,520
Provision for taxation	1,601	1,602
Borrowings	2,279	1,448
	<u>33,324</u>	<u>43,598</u>
Total liabilities	<u>42,330</u>	<u>53,375</u>
TOTAL EQUITY AND LIABILITIES	<u><u>73,179</u></u>	<u><u>83,659</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 2018)

EDARAN BERHAD

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE QUARTER ENDED 30 SEPTEMBER 2018

	← Non-Distributable →					Attributable to Equity Holders of the Company	Minority Interest	Total Equity
	Share Capital 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 2018	68,022	(1,049)	8,389	3	(44,017)	31,348	(1,064)	30,284
Foreign currency translation	-	-	-	(6)	-	(6)	-	(6)
Profit / (Loss) for the period	-	-	-	-	577	577	(6)	571
Total comprehensive loss for the period	-	-	-	(6)	577	571	(6)	565
At 30 September 2018	<u>68,022</u>	<u>(1,049)</u>	<u>8,389</u>	<u>(3)</u>	<u>(43,440)</u>	<u>31,919</u>	<u>(1,070)</u>	<u>30,849</u>
At 1 July 2017	68,022	(1,049)	8,536	252	(45,509)	30,252	(4,330)	25,922
Foreign currency translation	-	-	-	(405)	-	(405)	-	(405)
Profit / (Loss) for the period	-	-	-	-	648	648	(408)	240
Total comprehensive loss for the period	-	-	-	(405)	648	243	(408)	(165)
At 30 September 2017	<u>68,022</u>	<u>(1,049)</u>	<u>8,536</u>	<u>(153)</u>	<u>(44,861)</u>	<u>30,495</u>	<u>(4,738)</u>	<u>25,757</u>

(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual
Financial Report for the year ended 30 June 2018)

EDARAN BERHAD

**CONDENSED CONSOLIDATED CASH FLOW STATEMENT
FOR THE YEAR QUARTER ENDED 30 SEPTEMBER 2018**

	Current Year to date 30/09/18 RM' 000	Corresponding Year to date 30/09/17 RM' 000
Net cash (used in)/generated from operating activities	(26,531)	(12,077)
Net cash (used in)/generated from investing activities	(88)	(197)
Net cash generated from/(used in) financing activities	<u>(456)</u>	<u>(331)</u>
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS	(27,075)	(12,605)
CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD	31,797	18,108
CASH AND CASH EQUIVALENTS AT END OF PERIOD	<u>4,722</u>	<u>5,503</u>

Cash and cash equivalents comprise the following:

Bank overdrafts	(516)	(2,530)
Deposits with licensed banks	4,825	7,670
Cash and bank balances	<u>625</u>	<u>471</u>
	4,934	5,611
Less: Deposits pledged as security with licensed banks	<u>(212)</u>	<u>(108)</u>
	<u>4,722</u>	<u>5,503</u>

**(The condensed Consolidated Cash Flow Statement should be read in conjunction with the
Annual Financial Report for the year ended 30 June 2018)**

EDARAN BERHAD

NOTES TO THE ACCOUNTS FOR THE PERIOD ENDED 30 SEPTEMBER 2018

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 2018. 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 2018.

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 2018.

2. Auditors’ Report on Preceding Annual Financial Statements

The auditors’ report on the financial statements for the year ended 30 June 2018 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 2018.

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 2018.

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 2018 other than as mentioned below:-

As at 30 September 2018, 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 2018.

8. Segmental Information

	Current Quarter Ended 30/09/18 RM'000	Current Year To Date Ended 30/09/18 RM'000
Segment Revenue		
Information Technology	22,088	22,088
Telecommunications	-	-
Lifestyles	-	-
Others	885	885
	<u>22,973</u>	<u>22,973</u>
Elimination	(1,510)	(1,510)
Group revenue	<u>21,463</u>	<u>21,463</u>
Segment Results		
Information Technology	1,282	1,282
Telecommunications	(188)	(188)
Lifestyles	(94)	(94)
Others	85	85
	<u>1,085</u>	<u>1,085</u>
Elimination	(74)	(74)
Profit from operations	<u>1,011</u>	<u>1,011</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 2018.

10. Subsequent Events

There were no material events subsequent to the end of the current quarter and financial period ended 30 September 2018.

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 2018.

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 2018.

13. Capital Commitments

There were no capital commitments for the current quarter and financial period ended 30 September 2018.

14. Performance Review

The Group's revenue for the current quarter and financial period ended 30 September 2018 increased to RM21.463 million from RM18.068 million in the prior corresponding quarter and financial period ended 30 September 2017. This resulted in the Group recording a profit before taxation of RM544 thousand compared to a profit before taxation of RM240 thousand for the corresponding quarter and financial period ended 30 September 2017.

15. Comment on Material Change in Profit Before Taxation

The Group recorded a profit before taxation of RM544 thousand for the current quarter ended 30 September 2018 (1Q19) as compared to RM132 thousand profit before taxation for the quarter ended 30 June 2018 (4Q18). The variance was mainly attributable to better costs management during the period.

16. Commentary on Prospects

The performance of the Group is expected to improve with the completion of the projects the Group recently secured.

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 30/09/18 RM'000	Current Year To Date Ended 30/09/18 RM'000
Current year provision	Nil	Nil
Under/(over) provision in prior years	<u>(27)</u>	<u>(27)</u>
	(27)	(27)
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>(27)</u>	<u>(27)</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 2018.

20. Quoted and Unquoted securities

There was no purchase or sale of quoted shares for the current quarter and financial year to date.

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 2018 are as follows:

As at
30.09.18
RM'000

(a) Short Term borrowings Secured

Bank Overdraft	516
Trust Receipts	-
Bankers Acceptance	413
Term loan repayable within 12 months	212
Hire purchase creditor repayable within 12 months	1,138
	<hr/>
	2,279

(b) Long Term borrowings Secured

Term loan repayable after 12 months	5,368
Hire purchase creditor after 12 months	958
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	6,326

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 2019.

25. Earnings / (Loss) per share

	Current Quarter ended 30/09/18 RM'000	Current Year To Date Ended 30/09/18 RM'000
Basic		
Profit attributable to equity holders of the Company	577	577
Weighted average number of ordinary shares as at 30 June 2018	57,905	57,905
Basic earnings per share (sen)	1.00	1.00
Diluted		
Profit attributable to equity holders of the Company	577	577
Weighted average number of ordinary shares as at 30 June 2018	57,905	57,905
Diluted earnings per share (sen)	1.00	1.00

26. Realised and unrealized retained earnings / accumulated loss

	As at 30/09/18 RM'000
Total Accumulated Loss (Company and subsidiaries)	
- Realised	(40,985)
- Unrealised	(2,455)
Total group accumulated loss	(43,440)

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 November 2018.

BY ORDER OF THE BOARD

ASBANIZAM ABU BAKAR
Company Secretary