

EDARAN BERHAD

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	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>31/03/2019</u>	<u>31/03/2018</u>	<u>31/03/2019</u>	<u>31/03/2018</u>
	RM'000	RM'000	RM'000	RM'000
REVENUE	9,670	76,375	45,164	129,053
COST OF SALES	<u>(5,470)</u>	<u>(69,585)</u>	<u>(31,471)</u>	<u>(111,503)</u>
GROSS PROFIT	4,200	6,790	13,693	17,550
OTHER OPERATING INCOME	67	219	367	437
ADMINISTRATIVE EXPENSES	(2,951)	(3,099)	(8,832)	(10,324)
OTHER OPERATING EXPENSES	<u>(776)</u>	<u>(1,854)</u>	<u>(2,628)</u>	<u>(4,305)</u>
PROFIT FROM OPERATIONS	540	2,056	2,600	3,358
FINANCE COSTS	<u>(116)</u>	<u>(194)</u>	<u>(858)</u>	<u>(981)</u>
PROFIT BEFORE TAXATION	424	1,862	1,742	2,377
TAXATION	12	(33)	(256)	(33)
PROFIT AFTER TAXATION	<u>436</u>	<u>1,829</u>	<u>1,486</u>	<u>2,344</u>
PROFIT PER SHARE (SEN)	<u>0.77</u>	<u>4.58</u>	<u>2.60</u>	<u>6.77</u>
ATTRIBUTABLE TO:				
EQUITY HOLDERS OF THE COMPANY	443	2,652	1,505	3,923
MINORITY INTEREST	<u>(7)</u>	<u>(823)</u>	<u>(19)</u>	<u>(1,579)</u>
	<u>436</u>	<u>1,829</u>	<u>1,486</u>	<u>2,344</u>

(The Condensed Consolidated Income Statements 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 31 MARCH 2019

		<u>AS AT END</u> <u>OF CURRENT YEAR</u> <u>TO DATE</u> <u>31/03/2019</u> RM'000	<u>AS AT</u> <u>PRECEDING YEAR</u> <u>FINANCIAL YEAR</u> <u>ENDED</u> <u>30/06/2018</u> RM'000
	Note		
ASSETS			
NON - CURRENT ASSETS			
Property, plant and equipment		24,767	26,345
Other investment	20	1,039	1,039
		25,806	27,384
CURRENT ASSETS			
Amount due from customers for contract works		9,467	21
Amount due by related company		11,486	11,486
Trade receivables		12,286	6,517
Other receivables		4,968	6,242
Deposit with licensed banks		245	29,871
Cash and bank balances		847	2,138
		39,299	56,275
TOTAL ASSETS		65,105	83,659
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		(32)	3
Accumulated loss		(42,512)	(44,017)
		32,818	31,348
Non - controlling interests		(1,083)	(1,064)
TOTAL EQUITY		31,735	30,284
NON - CURRENT LIABILITIES			
Borrowings	22 (b)	5,608	7,097
Deferred taxation		2,680	2,680
		8,288	9,777
CURRENT LIABILITIES			
Amount due to customers for contract works		8,819	7,589
Trade payables		7,080	30,439
Other payables		4,077	2,520
Provision for taxation		1,016	1,602
Borrowings	22 (a)	4,090	1,448
		25,082	43,598
Total liabilities		33,370	53,375
TOTAL EQUITY AND LIABILITIES		65,105	83,659

(The Condensed Consolidated Balance Sheets 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 31 MARCH 2019

	← 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	-	-	-	(35)	-	(35)	-	(35)
Profit for the period	-	-	-	-	1,505	1,505	(19)	1,486
Total comprehensive profit for the period	-	-	-	(35)	1,505	1,470	(19)	1,451
At 31 MARCH 2019	68,022	(1,049)	8,389	(32)	(42,512)	32,818	(1,083)	31,735
At 1 July 2017	68,022	(1,049)	8,536	252	(45,509)	30,252	(4,330)	25,922
Foreign currency translation	-	-	-	(773)	-	(773)	(737)	(1,510)
Profit for the period	-	-	-	-	3,923	3,923	(1,579)	2,344
Total comprehensive profit for the period	-	-	-	(773)	3,923	3,150	(2,316)	834
At 31 MARCH 2018	68,022	(1,049)	8,536	(521)	(41,586)	33,402	(6,646)	26,756

(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 31 MARCH 2019**

	Current Year to date 31/03/2019 RM' 000	Corresponding Year to date 31/03/2018 RM' 000
Net cash (used in)/generated from operating activities	(31,995)	59,008
Net cash (used in)/generated from investing activities	(49)	(249)
Net cash generated from/(used in) financing activities	<u>(9)</u>	<u>(1,962)</u>
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS	(32,052)	56,797
Effect of Exchange rate changes	(35)	(435)
CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD	31,797	18,081
CASH AND CASH EQUIVALENTS AT END OF PERIOD	<u><u>(290)</u></u>	<u><u>74,443</u></u>
Cash and cash equivalents comprise the following:		
Bank overdrafts	(1,166)	-
Deposits with licensed banks	245	4,349
Cash and bank balances	<u>847</u>	<u>70,306</u>
	(74)	74,655
Less: Deposits pledged as security with licensed banks	<u>(216)</u>	<u>(212)</u>
	<u><u>(290)</u></u>	<u><u>74,443</u></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 31 MARCH 2019

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 31 March 2019.

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 2019.

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 2019 other than as mentioned below:-

As at 31 March 2019, 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 2019.

8. Segmental Information

	Current Quarter Ended 31/03/19 RM'000	Current Year To Date Ended 31/03/19 RM'000
Segment Revenue		
Information Technology	9,670	45,164
Telecommunications	-	-
Lifestyles	-	-
Others	885	2,655
	<u>10,555</u>	<u>47,819</u>
Elimination	(885)	(2,655)
Group revenue	<u>9,670</u>	<u>45,164</u>
Segment Results		
Information Technology	982	3,991
Telecommunications	(287)	(645)
Lifestyles	(111)	(300)
Others	(16)	(277)
	<u>568</u>	<u>2,769</u>
Elimination	(28)	(169)
Profit from operations	<u>540</u>	<u>2,600</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 31 March 2019.

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 2019.

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 31 March 2019.

14. Performance Review

The Group's revenue for the current quarter and financial period ended 31 March 2019 decreased to RM45.164 million from RM129.053 million in the prior corresponding quarter and financial period ended 31 March 2018. The decrease in revenue resulted in the Group recording a lower profit before taxation of RM1.742 million compared to a profit before taxation of RM2.377 million for the corresponding quarter and financial period ended 31 March 2018.

15. Comment on Material Change in Profit Before Taxation

The Group recorded a profit before taxation of RM424 thousand for the current quarter ended 31 March 2019 (3Q19) as compared to RM774 thousand profit before taxation for the quarter ended 31 December 2018 (2Q19). The variance were mainly attributable to lower gross profit of RM4.200 million registered in 3Q19 as compared RM5.096 million registered in 2Q19.

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 31/03/19 RM'000	Current Year To Date Ended 31/03/19 RM'000
Current year provision	Nil	Nil
Under/(over) provision in prior years	(12)	256
	<u>(12)</u>	<u>256</u>
Deferred tax:		
Relating to the origination and reversal of temporary differences	Nil	Nil
Over provision in prior years	Nil	Nil
	<u>(12)</u>	<u>256</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 2019.

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 31 March 2019 are as follows:

	As at 31.03.19 RM'000
(a) <u>Short Term borrowings</u>	
<u>Secured</u>	
Bank Overdraft	1,166
Trust Receipts	-
Bankers Acceptance	1,606
Term loan repayable within 12 months	180
Hire purchase creditor repayable within 12 months	1,138
	<hr/> 4,090 <hr/>
(b) <u>Long Term borrowings</u>	
<u>Secured</u>	
Term loan repayable after 12 months	5,141
Hire purchase creditor after 12 months	467
	<hr/> 5,608 <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 2019.

25. Earnings per share

	Current Quarter ended 31/03/19 RM'000	Current Year To Date Ended 31/03/19 RM'000
Basic		
Net profit attributable to equity holders of the Company for the period	443	1,505
Weighted average number of ordinary shares outstanding as at 30 June 2018	57,905	57,905
Basic profit per share (sen)	0.77	2.60
Diluted		
Net profit attributable to equity holders of the Company for the period	443	1,505
Weighted average number of ordinary shares outstanding as at 30 June 2018	57,905	57,905
Basic profit per share (sen)	0.77	2.60

26. Realised and unrealised accumulated loss

	As at 31/03/19 RM'000
Total Accumulated Loss (Company and subsidiaries)	
- Realised	(40,057)
- Unrealised	(2,455)
Total group accumulated loss	(42,512)

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 30 May 2019.

BY ORDER OF THE BOARD

ASBANIZAM ABU BAKAR
Company Secretary