

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
	31/03/2022	31/03/2021	31/03/2022	31/03/2021
	RM'000	RM'000	RM'000	RM'000
REVENUE	11,472	11,443	37,027	35,499
COST OF SALES	(5,958)	(5,186)	(19,746)	(16,694)
GROSS PROFIT	5,514	6,257	17,281	18,805
OTHER OPERATING INCOME	49	65	174	221
ADMINISTRATIVE EXPENSES	(3,736)	(2,826)	(11,440)	(10,430)
OTHER OPERATING EXPENSES	(1,167)	(1,334)	(4,181)	(4,100)
PROFIT FROM OPERATIONS	660	2,162	1,834	4,496
FINANCE COSTS	(185)	(172)	(539)	(359)
PROFIT BEFORE TAXATION	475	1,990	1,295	4,137
TAXATION	(420)	(837)	(978)	(850)
PROFIT AFTER TAXATION	55	1,153	317	3,287
EARNINGS PER SHARE (SEN)	0.10	1.99	0.55	5.71
ATTRIBUTABLE TO:				
EQUITY HOLDERS OF THE COMPANY	57	1,155	319	3,305
MINORITY INTEREST	-2	-2	-2	-18
	55	1,153	317	3,287

(The Condensed Consolidated Income Statements should be read in conjunction with the Annual Financial Report for the year ended 30 June 2021)

EDARAN BERHAD

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 31 MARCH 2022

		<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>31/03/2022</u> RM'000	<u>30/06/2021</u> RM'000
ASSETS			
NON - CURRENT ASSETS			
Property, plant and equipment		9,373	9,608
Right of use assets		22,305	17,070
Investment in Associate		615	616
Other Investment - Quoted	20	28	28
		32,321	27,322
CURRENT ASSETS			
Amount due from customers for contract works		867	4,008
Trade receivables		3,692	7,014
Other receivables		6,898	762
Tax recoverable		25	11
Deposit with licensed banks		7,027	5,536
Cash and bank balances		3,737	4,696
		22,246	22,027
TOTAL ASSETS		54,567	49,349
EQUITY AND LIABILITIES			
Equity attributable to owners of the Company			
Share capital		68,022	68,022
Treasury shares		(1,049)	(1,049)
Revaluation reserve		13,196	7,946
Translation reserve		(6)	(6)
Accumulated loss		(51,173)	(50,479)
		28,990	24,434
Non - controlling interests		(998)	(995)
TOTAL EQUITY		27,992	23,439
NON - CURRENT LIABILITIES			
Borrowings	22 (b)	5,828	6,274
Deferred taxation		4,213	2,555
		10,041	8,829
CURRENT LIABILITIES			
Amount due to customers for contract works		2,391	3,403
Trade payables		5,486	6,870
Other payables		4,545	2,735
Provision for taxation		1,515	2,357
Borrowings	22 (a)	2,597	1,716
		16,534	17,081
Total liabilities		26,575	25,910
TOTAL EQUITY AND LIABILITIES		54,567	49,349

(The Condensed Consolidated Balance Sheets should be read in conjunction with the Annual Financial Report for the year ended 30 June 2021)

EDARAN BERHAD

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE QUARTER ENDED 31 MARCH 2022

	← 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 2021	68,022	(1,049)	7,946	(6)	(50,479)	24,434	(995)	23,439
Foreign currency translation	-	-	-	-	-	-	(2)	(2)
Profit for the period	-	-	-	-	319	319	(1)	318
Revaluation surplus of leasehold land and buildings	-	-	5,250	-	-	5,250	-	5,250
Total comprehensive profit for the period	-	-	5,250	-	319	5,569	-3	5,566
Interim dividend for the financial year ending 30 June 2022	-	-	-	-	(1,013)	(1,013)	-	(1,013)
At 31 MARCH 2022	68,022	(1,049)	13,196	(6)	(51,173)	28,990	(998)	27,992
At 1 July 2020	68,022	(1,049)	8,093	(5)	(52,142)	22,919	(976)	21,943
Foreign currency translation	-	-	-	(2)	-	(2)	-	(2)
Profit for the period	-	-	-	-	3,305	3,305	(20)	3,285
Total comprehensive profit for the period	-	-	-	(2)	3,305	3,303	(20)	3,283
Interim dividend for the financial year ended 30 June 2021	-	-	-	-	(1,013)	(1,013)	-	(1,013)
At 31 MARCH 2021	68,022	(1,049)	8,093	(7)	(49,850)	25,209	(996)	24,213

(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Financial Report for the year ended 30 June 2021)

EDARAN BERHAD

**CONDENSED CONSOLIDATED CASH FLOW STATEMENT
FOR THE YEAR QUARTER ENDED 31 MARCH 2022**

	Current Year to date 31/03/2022 RM' 000	Corresponding Year to date 31/03/2021 RM' 000
Net cash generated from operating activities	1,286	5,204
Net cash used in investing activities	(1,192)	(3,954)
Net cash generated from financing activities	<u>436</u>	<u>1,649</u>
NET INCREASE IN CASH AND CASH EQUIVALENTS	530	2,899
Effect of Exchange rate changes	(1)	(4)
CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD	10,008	4,232
CASH AND CASH EQUIVALENTS AT END OF PERIOD	<u><u>10,537</u></u>	<u><u>7,127</u></u>
 Cash and cash equivalents comprise the following:		
Bank overdrafts	-	-
Deposits with licensed banks	7,027	4,303
Cash and bank balances	<u>3,737</u>	<u>3,051</u>
	10,764	7,354
Less: Deposits pledged as security with licensed banks	<u>(227)</u>	<u>(227)</u>
	<u><u>10,537</u></u>	<u><u>7,127</u></u>

**(The condensed Consolidated Cash Flow Statement should be read in conjunction with the
Annual Financial Report for the year ended 30 June 2021)**

EDARAN BERHAD

NOTES TO THE ACCOUNTS FOR THE PERIOD ENDED 31 MARCH 2022

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 2021. 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 2021.

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 2021.

2. Auditors’ Report on Preceding Annual Financial Statements

The auditors’ report on the financial statements for the year ended 30 June 2021 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 2022.

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 2022.

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 2022 other than as mentioned below: -

As at 31 March 2022, 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. Segmental Information

	Current Quarter Ended 31/03/22 RM'000	Current Year To Date Ended 31/03/22 RM'000
Segment Revenue		
Information Technology	12,093	38,394
Telecommunications	-	481
Lifestyles	-	-
Others	900	4,650
	<u>12,993</u>	<u>43,525</u>
Elimination	<u>(1,521)</u>	<u>(6,498)</u>
Group revenue	<u>11,472</u>	<u>37,027</u>
Segment Results		
Information Technology	960	3,045
Telecommunications	(152)	653
Lifestyles	(93)	(286)
Others	(42)	1,407
	<u>673</u>	<u>4,819</u>
Elimination	<u>(13)</u>	<u>(2,985)</u>
Profit from operations	<u>660</u>	<u>1,834</u>

8. Dividends Paid

The interim tax exempt (single-tier) dividend of 1.75 sen per ordinary share amounting to RM1.013 million in respect of the financial year ending 30 June 2022 was paid on 18 February 2022.

9. Carrying Amount of Revalued Assets

On 04 October 2021, the leasehold land and building of the subsidiary companies were revalued by an independent professional valuer. Fair value is determined by reference to market value or/and forced sale value on an existing use basis. Market Value 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 RM5.250 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 2022.

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 2022.

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 2021.

13. Capital Commitments

There were no capital commitments for the current quarter and financial period ended 31 March 2022.

14. Performance Review

The Group's revenue for the current quarter and financial period ended 31 March 2022 increased to RM37.027 million from RM35.499 million in the prior corresponding quarter and financial period ended 31 March 2021. However, the decrease in gross profit margin and higher operating costs resulted in the Group recording a lower profit before taxation of RM1.295 million compared to a profit before taxation of RM4.137 million in the corresponding quarter and financial period ended 31 March 2021.

15. Comment on Material Change in Profit Before Taxation

The Group recorded a profit before taxation of RM475 thousand for the current quarter ended 31 March 2022 (3Q22) as compared to RM544 thousand profit before taxation for the quarter ended 31 December 2021 (2Q22). The variance was mainly due to lower profit from operation of RM660 thousand in 3Q22 as compared to RM726 thousand in 2Q22.

16. Commentary on Prospects

The financial performance of the Group is expected to remain positive 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 31/03/21 RM'000	Current Year To Date Ended 31/03/21 RM'000
Current year provision	286	844
Under/(over) provision in prior years	134	134
	<u>420</u>	<u>978</u>
Deferred tax:		
Relating to the origination and reversal of temporary differences	Nil	Nil
Over provision in prior years	Nil	Nil
	<u>420</u>	<u>978</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 2022.

20. Quoted and Unquoted securities

As at
31.03.2022
RM'000

At Fair Value

Equity Securities:
- Quoted Shares

28

Analysed as follows:
Non-Current

28

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 2022 are as follows:

As at
31.03.22
RM'000

(a) Short Term borrowings Secured

Bankers' Acceptance	1,000
Term loan repayable within 12 months	372
Hire purchase creditor repayable within 12 months	1,200
Lease liability	25

2,597

22. Borrowings and Debt Securities (cont'd)

Details of the Group borrowings as at 31 March 2022 are as follows (cont'd):

	As at 31.03.22 RM'000
(b) <u>Long Term borrowings</u> <u>Secured</u>	
Term loan repayable after 12 months	4,284
Hire purchase creditor after 12 months	1,544
	<hr/> <hr/> 5,828

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 payable

No interim dividend has been declared or recommended during the current quarter ended 31 March 2022.

25. Earnings per share

	Current Quarter ended 31/03/22 RM'000	Current Year To Date Ended 31/03/22 RM'000
Basic		
Net profit attributable to equity holders of the Company for the period	57	319
Weighted average number of ordinary shares outstanding as at 30 June 2021	57,905	57,905
Basic earnings per share (sen)	0.10	0.55

25. Earnings per share (cont'd)

	Current Quarter ended 31/03/22 RM'000	Current Year To Date Ended 31/03/22 RM'000
Diluted		
Net profit attributable to equity holders of the Company for the period	57	319
Weighted average number of ordinary shares outstanding as at 30 June 2021	57,905	57,905
Basic earnings per share (sen)	0.10	0.55

26. 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 25 May 2022.

BY ORDER OF THE BOARD

ASBANIZAM ABU BAKAR
Company Secretary