

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
	30/06/2022	30/06/2021	30/06/2022	30/06/2021
	RM'000	RM'000	RM'000	RM'000
REVENUE	10,903	14,669	47,930	50,168
COST OF SALES	(5,331)	(8,410)	(25,077)	(25,103)
GROSS PROFIT	5,572	6,259	22,853	25,065
OTHER OPERATING INCOME	313	46	487	267
ADMINISTRATIVE EXPENSES	(3,930)	(3,521)	(15,370)	(13,951)
OTHER OPERATING EXPENSES	(1,348)	(1,469)	(5,530)	(5,570)
PROFIT FROM OPERATIONS	607	1,315	2,440	5,811
FINANCE COSTS	(217)	(161)	(755)	(520)
PROFIT BEFORE TAXATION	390	1,154	1,685	5,291
TAXATION	(190)	(1,928)	(1,168)	(2,779)
PROFIT/(LOSS) AFTER TAXATION	200	(774)	517	2,512
EARNINGS/(LOSS) PER SHARE (SEN)	0.35	(1.33)	0.90	4.37
ATTRIBUTABLE TO:				
EQUITY HOLDERS OF THE COMPANY	201	(773)	520	2,530
NON-CONTROLLING INTERESTS	(1)	(1)	(3)	(18)
	200	(774)	517	2,512

(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 30 JUNE 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>30/06/2022</u> RM'000	<u>30/06/2021</u> RM'000
ASSETS		
NON - CURRENT ASSETS		
Property, plant and equipment	9,539	9,608
Right of use assets	22,304	17,070
Intangible assets	630	616
Investment in associate	-	-
Other investment - quoted	10	28
	<u>32,483</u>	<u>27,322</u>
CURRENT ASSETS		
Amount due from customers for contract works	190	4,008
Amount due by related company	-	-
Trade receivables	21,162	7,014
Other receivables	584	762
Tax recoverable	25	11
Deposit with licensed banks	1,032	5,536
Cash and bank balances	2,030	4,696
	<u>25,023</u>	<u>22,027</u>
TOTAL ASSETS	<u>57,506</u>	<u>49,349</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	12,986	7,946
Translation reserve	(5)	(6)
Accumulated loss	(50,763)	(50,479)
	29,191	24,434
Non - controlling interests	(998)	(996)
TOTAL EQUITY	<u>28,193</u>	<u>23,438</u>
NON - CURRENT LIABILITIES		
Borrowings and Lease Liabilities	22 (b) 6,281	6,274
Deferred taxation	4,154	2,555
	<u>10,435</u>	<u>8,829</u>
CURRENT LIABILITIES		
Amount due to customers for contract works	1,856	3,404
Trade payables	5,397	6,870
Other payables	5,758	2,735
Provision for taxation	1,433	2,357
Borrowings and Lease Liabilities	22 (a) 4,434	1,716
	<u>18,878</u>	<u>17,082</u>
Total liabilities	<u>29,313</u>	<u>25,911</u>
TOTAL EQUITY AND LIABILITIES	<u>57,506</u>	<u>49,349</u>

(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 30 JUNE 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	(996)	23,438
Foreign currency translation	-	-	-	1	-	1	1	2
Profit / (Loss) for the period	-	-	-	-	520	520	(3)	517
Revaluation of Land and buildings	-	-	5,249	-	-	5,249	-	5,249
Total comprehensive profit/(loss) for the period	-	-	5,249	1	520	5,770	(2)	5,768
Dividend for the financial year ended 30 June 2022					(1,013)	(1,013)	-	(1,013)
Realisation of revaluation reserve			(209)		209	-	-	-
At 30 JUNE 2022	68,022	(1,049)	12,986	(5)	(50,763)	29,191	(998)	28,193
At 1 July 2020	68,022	(1,049)	8,093	(4)	(52,143)	22,919	(976)	21,943
Foreign currency translation	-	-	-	(2)	-	-2	-2	-4
Profit / (Loss) for the period	-	-	-	-	2,530	2,530	(18)	2,512
Total comprehensive profit/(loss) for the period	-	-	-	(2)	2,530	2,528	(20)	2,508
Realisation of revaluation reserve	-	-	(147)	-	147	-	-	-
Dividend for the financial year ended 30 June 2021					(1,013)	(1,013)	-	(1,013)
At 30 JUNE 2021	68,022	(1,049)	7,946	(6)	(50,479)	24,434	(996)	23,438

(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 30 JUNE 2022**

	Current Year to date 30/06/2022 RM' 000	Corresponding Year to date 30/06/2021 RM' 000
Net cash (used in) / generated from operating activities	(6,137)	9,549
Net cash used in investing activities	(1,720)	(2,065)
Net cash generated from / (used in) financing activities	<u>684</u>	<u>(1,705)</u>
NET (DECREASE) / INCREASE IN CASH AND CASH EQUIVALENTS	(7,173)	5,779
Effect of Exchange rate changes	1	(3)
CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD	10,008	4,232
CASH AND CASH EQUIVALENTS AT END OF PERIOD	<u><u>2,836</u></u>	<u><u>10,008</u></u>
Cash and cash equivalents comprise the following:		
Deposits with licensed banks	1,032	5,536
Cash and bank balances	<u>2,030</u>	<u>4,696</u>
	3,062	10,232
Less: Deposits pledged as security with licensed banks	<u>(226)</u>	<u>(224)</u>
	<u><u>2,836</u></u>	<u><u>10,008</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 30 JUNE 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 year ended 30 June 2022

5. Changes in estimates

There were no changes in the estimates that have had a material effect in the current quarter and financial year ended 30 June 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 year ended 30 June 2022 other than as mentioned below: -

As at 30 June 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 30/06/22 RM'000	Current Year To Date Ended 30/06/22 RM'000
Segment Revenue		
Information Technology	11,523	49,917
Lifestyle & Telecommunication	-	481
Others	900	5,550
	<u>12,423</u>	<u>55,948</u>
Elimination	<u>(1,520)</u>	<u>(8,018)</u>
Group revenue	<u>10,903</u>	<u>47,930</u>
Segment Results		
Information Technology	697	3,742
Lifestyle & Telecommunication	(132)	234
Others	712	2,119
	<u>1,277</u>	<u>6,096</u>
Elimination	<u>(670)</u>	<u>(3,655)</u>
Profit from operations	<u>607</u>	<u>2,440</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 ended 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 RM5.249 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 year ended 30 June 2022.

11. Changes in Composition of the Group

There were no changes in the composition of the Group during the current quarter and financial year ended 30 June 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 year ended 30 June 2022.

14. Performance Review

The Group's revenue for the financial year ended 30 June 2022 decreased to RM47.930 million from RM50.168 million in the corresponding financial year ended 30 June 2021. The decrease in revenue and higher operating expenses resulted in the Group recording a lower profit before taxation of RM1.685 million compared to a profit before taxation of RM5.291 million for the corresponding financial year ended 30 June 2021.

14. Performance Review (cont'd)

Out of the total amount of RM21.162 million in trade receivables as at 30 June 2022, the Company has received subsequent payments in the month of July 2022 and August 2022 amounting to RM21.055 million or 99.5%.

15. Comment on Material Change in Profit Before Taxation

The Group recorded a profit before taxation of RM390 thousand for the current quarter ended 30 June 2022 (4Q22) as compared to RM475 thousand profit before taxation for the quarter ended 31 March 2022 (3Q22). The variance was mainly attributable to slightly higher operating expenses of RM4.843 million incurred in 4Q22 as compared to RM4.372 million incurred in 3Q22.

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 30/06/22 RM'000	Current Year To Date Ended 30/06/22 RM'000
Provision for Current year tax	256	1,100
Under/(over) provision in prior years	(6)	128
	<u>250</u>	<u>1,228</u>
Deferred tax:		
Provision for deferred tax	Nil	Nil
Tax income from crystallisation	(60)	(60)
	<u>190</u>	<u>1,168</u>

19. Sale of Unquoted Investments and Properties

There were no sales of unquoted investments and properties during the quarter and financial year ended 30 June 2022.

20. Quoted and Unquoted securities

As at
30.06.22
RM'000

At Fair Value

Equity Securities:

- Quoted Shares

10

Analysed as follows:

Non-Current

10

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 June 2022 are as follows:

As at
30.06.22
RM'000

(a) Short Term borrowings Secured

Bank Overdraft	2,149
Bankers' Acceptance	1,000
Term loan repayable within 12 months	269
Hire purchase creditor repayable within 12 months	998
Lease liability repayable within 12 months	18

4,434

22. Borrowings and Debt Securities (cont'd)

Details of the Group borrowings as at 30 June 2022 are as follows (cont'd):

(b) Long Term borrowings Secured

Term loan repayable after 12 months	4,408
Hire purchase creditor repayable after 12 months	1,873
Lease liability repayable after 12 months	-
	<hr/>
	6,281
	<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 during the current quarter ended 30 June 2022.

25. Earnings per share

	Current Quarter ended 30/06/22 RM'000	Current Year To Date Ended 30/06/22 RM'000
Basic		
Net profit attributable to equity holders of the Company for the period	201	520
Weighted average number of ordinary shares outstanding as at 30 June 2021	57,905	57,905
Basic earnings per share (sen)	0.35	0.90

25. Earnings per share (cont'd)

	Current Quarter ended 30/06/22 RM'000	Current Year To Date Ended 30/06/22 RM'000
Diluted		
Net profit attributable to equity holders of the Company for the period	201	520
Weighted average number of ordinary shares outstanding as at 30 June 2021	57,905	57,905
Basic earnings per share (sen)	0.35	0.90

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 30 August 2022.

BY ORDER OF THE BOARD

ASBANIZAM ABU BAKAR
Company Secretary