

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
	31/03/2023	31/03/2022	31/03/2023	31/03/2022
	RM'000	RM'000	RM'000	RM'000
REVENUE	17,560	11,472	48,723	37,027
COST OF SALES	<u>(10,729)</u>	<u>(5,958)</u>	<u>(29,102)</u>	<u>(19,746)</u>
GROSS PROFIT	6,831	5,514	19,621	17,281
OTHER OPERATING INCOME	141	49	312	174
ADMINISTRATIVE EXPENSES	(3,928)	(3,736)	(12,410)	(11,440)
OTHER OPERATING EXPENSES	<u>(1,642)</u>	<u>(1,167)</u>	<u>(4,845)</u>	<u>(4,181)</u>
PROFIT FROM OPERATIONS	1,402	660	2,678	1,834
FINANCE COSTS	<u>(324)</u>	<u>(185)</u>	<u>(926)</u>	<u>(539)</u>
PROFIT BEFORE TAXATION	1,078	475	1,752	1,295
TAXATION	<u>(425)</u>	<u>(420)</u>	<u>(788)</u>	<u>(978)</u>
PROFIT AFTER TAXATION	<u>653</u>	<u>55</u>	<u>964</u>	<u>317</u>
EARNINGS PER SHARE (SEN)	<u>1.13</u>	<u>0.10</u>	<u>1.67</u>	<u>0.55</u>
ATTRIBUTABLE TO:				
EQUITY HOLDERS OF THE COMPANY	654	57	966	319
MINORITY INTEREST	<u>-1</u>	<u>-2</u>	<u>-2</u>	<u>-2</u>
	<u>653</u>	<u>55</u>	<u>964</u>	<u>317</u>

(The Condensed Consolidated Income Statements should be read in conjunction with the Annual Financial Report for the year ended 30 June 2022)

EDARAN BERHAD

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 31 MARCH 2023

		<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>31/03/2023</u> RM'000	<u>30/06/2022</u> RM'000
ASSETS			
NON - CURRENT ASSETS			
Property, plant and equipment		9,968	9,539
Right of use assets		22,592	22,304
Intangible assets		735	630
Other Investment - Quoted	20	10	10
		33,305	32,483
CURRENT ASSETS			
Amount due from customers for contract works		16	190
Inventories		148	-
Trade receivables		18,744	21,162
Other receivables		527	584
Tax recoverable		31	25
Deposit with licensed banks		8,331	1,032
Cash and bank balances		2,206	2,030
		30,003	25,023
TOTAL ASSETS		63,308	57,506
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	12,986
Translation reserve		(5)	(6)
Accumulated loss		(50,809)	(50,762)
		29,145	29,191
Non - controlling interests		(1,000)	(998)
TOTAL EQUITY		28,145	28,193
NON - CURRENT LIABILITIES			
Borrowings	22 (b)	7,746	6,281
Deferred taxation		4,154	4,154
		11,900	10,435
CURRENT LIABILITIES			
Amount due to customers for contract works		8,053	1,856
Trade payables		6,658	5,397
Other payables		3,382	5,758
Provision for taxation		626	1,433
Borrowings	22 (a)	4,544	4,434
		23,263	18,878
Total liabilities		35,163	29,313
TOTAL EQUITY AND LIABILITIES		63,308	57,506

(The Condensed Consolidated Balance Sheets should be read in conjunction with the Annual Financial Report for the year ended 30 June 2022)

EDARAN BERHAD

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE QUARTER ENDED 31 MARCH 2023**

	← 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 2022	68,022	(1,049)	12,986	(6)	(50,762)	29,191	(998)	28,193
Foreign currency translation	-	-	-	1	-	1	-	1
Profit for the period	-	-	-	-	966	966	(2)	964
Total comprehensive profit for the period	-	-	-	1	966	967	-2	965
Interim dividend for the financial year ending 30 June 2023	-	-	-	-	(1,013)	(1,013)	-	(1,013)
At 31 MARCH 2023	<u>68,022</u>	<u>(1,049)</u>	<u>12,986</u>	<u>(5)</u>	<u>(50,809)</u>	<u>29,145</u>	<u>(1,000)</u>	<u>28,145</u>
At 1 July 2021	68,022	(1,049)	7,946	(6)	(50,479)	24,434	(995)	23,439
Foreign currency translation	-	-	-	-	-	-	(1)	(1)
Profit for the period	-	-	-	-	-	319	(2)	317
Revaluation surplus of leasehold land and buildings	-	-	5,250	-	-	5,250	-	5,250
Total comprehensive profit for the period	-	-	5,250	-	-	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	<u>68,022</u>	<u>(1,049)</u>	<u>13,196</u>	<u>(6)</u>	<u>(51,492)</u>	<u>28,990</u>	<u>(998)</u>	<u>27,992</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 2022)

EDARAN BERHAD

**CONDENSED CONSOLIDATED CASH FLOW STATEMENT
FOR THE YEAR QUARTER ENDED 31 MARCH 2023**

	Current Year to date 31/03/2023 RM' 000	Corresponding Year to date 31/03/2022 RM' 000
Net cash generated from operating activities	9,174	1,286
Net cash used in investing activities	(3,048)	(1,192)
Net cash generated from financing activities	<u>3,723</u>	<u>436</u>
NET INCREASE IN CASH AND CASH EQUIVALENTS	9,849	530
Effect of Exchange rate changes	1	(1)
CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD	687	10,008
CASH AND CASH EQUIVALENTS AT END OF PERIOD	<u><u>10,537</u></u>	<u><u>10,537</u></u>
Cash and cash equivalents comprise the following:		
Bank overdrafts	-	-
Deposits with licensed banks	8,331	7,027
Cash and bank balances	<u>2,206</u>	<u>3,737</u>
	10,537	10,764
Less: Deposits pledged as security with licensed banks	-	(227)
	<u><u>10,537</u></u>	<u><u>10,537</u></u>

**(The condensed Consolidated Cash Flow Statement should be read in conjunction with the
Annual Financial Report for the year ended 30 June 2022)**

EDARAN BERHAD

NOTES TO THE ACCOUNTS FOR THE PERIOD ENDED 31 MARCH 2023

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 2022. 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 2022.

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 2022.

2. Auditors’ Report on Preceding Annual Financial Statements

The auditors’ report on the financial statements for the year ended 30 June 2022 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 2023.

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 2023.

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 2023 other than as mentioned below: -

As at 31 March 2023, 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 31/03/23 RM'000	Current Year To Date Ended 31/03/23 RM'000
Segment Revenue		
Information Technology	17,889	50,237
Telecommunications	-	-
Lifestyles	658	1,081
Others	909	4,775
	<u>19,456</u>	<u>56,093</u>
Elimination	<u>(1,896)</u>	<u>(7,370)</u>
Group revenue	<u>17,560</u>	<u>48,723</u>
Segment Results		
Information Technology	1,057	2,833
Telecommunications	(77)	566
Lifestyles	559	1,269
Others	(113)	1,072
	<u>1,426</u>	<u>5,740</u>
Elimination	<u>(24)</u>	<u>(3,062)</u>
Profit from operations	<u>1,402</u>	<u>2,678</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 2023 was paid on 03 February 2023.

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 2022.

10. Subsequent Events

There were no material events subsequent to the end of the current quarter and financial period ended 31 March 2023.

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 2023.

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 2022.

13. Capital Commitments

There were no capital commitments for the current quarter and financial period ended 31 March 2023.

14. Performance Review

The Group's revenue for the current quarter and financial period ended 31 March 2023 increased to RM48.723 million from RM37.027 million in the prior corresponding quarter and financial period ended 31 March 2022. Although, the operating costs increased, the Group still recorded a slightly higher profit before taxation of RM1.752 million compared to a profit before taxation of RM1.295 million in the corresponding quarter and financial period ended 31 March 2022.

15. Comment on Material Change in Profit Before Taxation

The Group recorded a profit before taxation of RM1.078 million for the current quarter ended 31 March 2023 (3Q23) as compared to RM1.640 million profit before taxation for the quarter ended 31 December 2022 (2Q23). The variance was mainly due to lower gross profit of RM6.831 million registered in 3Q23 as compared to RM8.492 million registered in 2Q23.

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 31/03/23 RM'000	Current Year To Date Ended 31/03/23 RM'000
Current year provision	425	788
Under/(over) provision in prior years	Nil	Nil
	<u>425</u>	<u>788</u>
Deferred tax:		
Relating to the origination and reversal of temporary differences	Nil	Nil
Over provision in prior years	Nil	Nil
	<u>425</u>	<u>788</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 2023.

20. Quoted and Unquoted securities

As at
31.03.2023
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 31 March 2023 are as follows:

As at
31.03.23
RM'000

(a) Short Term borrowings Secured

Bankers' Acceptance	3,416
Term loan repayable within 12 months	118
Hire purchase creditor repayable within 12 months	998
Lease liability	12

4,544

22. Borrowings and Debt Securities (cont'd)

Details of the Group borrowings as at 31 March 2023 are as follows (cont'd):

	As at 31.03.23 RM'000
(b) <u>Long Term borrowings</u> <u>Secured</u>	
Term loan repayable after 12 months	5,209
Hire purchase creditor after 12 months	2,467
Lease liability	70
	<hr/> <hr/> 7,746

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 2023.

25. Earnings per share

	Current Quarter ended 31/03/23 RM'000	Current Year To Date Ended 31/03/23 RM'000
Basic		
Net profit attributable to equity holders of the Company for the period	654	966
Weighted average number of ordinary shares outstanding as at 30 June 2023	57,905	57,905
Basic earnings per share (sen)	1.13	1.67

25. Earnings per share (cont'd)

	Current Quarter ended 31/03/23 RM'000	Current Year To Date Ended 31/03/23 RM'000
Diluted		
Net profit attributable to equity holders of the Company for the period	654	966
Weighted average number of ordinary shares outstanding as at 30 June 2022	57,905	57,905
Basic earnings per share (sen)	1.13	1.67

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 31 May 2023.

BY ORDER OF THE BOARD

ASBANIZAM ABU BAKAR
Company Secretary