

ANNUAL REPORT 2005

strength in agility







Just as the gymnast's fit and supple body enables him to execute movements of control and grace, so will an organisation which is efficient and agile, move and progress with the changes in the business and market environment.

In today's 'blink-of-an eye' pace of technology advancement and dynamically evolving business landscape, AGILITY has become a strength that business organisations need to stay ahead of the curve. EDARAN recognises that vital need and will continue to remain nimble and agile in all facets of its organisation so as to be totally perceptive and responsive to the challenges of the market.





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Notice of annual general meeting

NOTICE IS HEREBY GIVEN that the Thirteenth Annual General Meeting of Edaran Digital Systems Berhad will be held on Wednesday, 7 December 2005 at Ballroom 3, 10th Floor Crown Princess Kuala Lumpur, City-Square Centre, Jalan Tun Razak, 50400 Kuala Lumpur at 10.00 a.m. to transact the following businesses:

A. Ordinary Business

1. To consider and receive the Audited Financial Statements of the Company and the Group for the financial year ended 30 June 2005 together with the Directors' and Auditors' Reports thereon. Resolution 1
2. To re-elect the following Directors retiring under Article 101 of the Company's Articles of Association, and who, being eligible, offer themselves for re-election:
 - i. Tan Sri Dato' Tajudin Ramli Resolution 2
 - ii. Dato' Abdul Halim Abdullah Resolution 3
 - iii. Dato' Hj Abdul Hamid Mustapha Resolution 4
3. To approve the payment of the Directors' fee for the financial year ended 30 June 2005. Resolution 5
4. To re-appoint Messrs. Mea & Co. as Auditors of the Company and to authorise the Directors to fix their remuneration. Resolution 6

B. Special Business

5. To consider and, if thought fit, to pass the following Ordinary Resolution, with or without modifications:

"THAT pursuant to Section 132D of the Companies Act, 1965 full authority be and is hereby given to the Directors to issue shares in the capital of the Company from time to time at such price upon such terms and conditions for such purposes and to such person or persons whomsoever as the Directors may in their absolute discretion deem fit provided that the aggregate number of shares to be issued pursuant to this Resolution does not exceed 10% of the issued share capital of the Company for the time being, subject to the Companies Act, 1965, the Articles of Association of the Company and approval from Bursa Malaysia Securities Berhad and other relevant bodies where such approval is necessary **AND THAT** such authority shall continue in full force until the conclusion of the next annual general meeting of the Company."

Resolution 7

C. Any Other Ordinary Business

6. To transact any other ordinary business of which due notice has been given in accordance with the relevant authorities.

By Order of the Board

RIZANA MOHAMAD DAUD

(LS 03437)

Company Secretary

Kuala Lumpur

15 November 2005

Explanatory Note on Item 5 of the Agenda

Resolution pursuant to Section 132D of the Companies Act, 1965

Ordinary Resolution 7 (under item 5 above), if passed, will give the Directors of the Company, from the date of the above General Meeting, an authority to issue and allot ordinary shares from the unissued capital of the Company being for such purposes as the Directors consider would be in the interest of the Company. This authority will, unless revoked or varied by the Company in a general meeting, expire at the next annual general meeting.

Notes:

1. A member entitled to attend and vote at the Annual General Meeting is entitled to appoint any person or persons, whether a member or not, as his/her proxy or proxies to attend and vote in his/her stead. Where a member appoints two (2) or more proxies, the member shall specify the proportion of the member's shareholding to be represented by each proxy.
2. A proxy need not be a member of the Company. A member may appoint any person to be his/her proxy without limitation.
3. A corporation or a corporation sole or a statutory corporation may appoint any person as its representative.
4. The instrument appointing a proxy shall be in writing under the hand of the appointer or his/her attorney duly authorised in writing and if such appointer is a corporation, corporation sole or a statutory corporation; either under its common seal or the hand of its officers or attorney duly authorised and shall be deposited together with the power of attorney (if any) under which it is signed or an office copy or notarially certified copy thereof and shall be deposited at the Registered Office, No. 33-1 Jalan 2/76C, Desa Pandan, 55100 Kuala Lumpur not less than forty eight (48) hours before the time for holding of the Meeting or any adjournment thereof.
5. The signature to the instrument appointing the proxy executed outside Malaysia must be attested by a Solicitor, Notary Public, Consul or Magistrate.

The following are details of the Board meetings held during the financial year ended 30 June 2005 and attendance of the Directors thereat:-

1. Details of the Board meetings held during the financial year:

Date	Time	Venue
24/08/2004	10.00 a.m.	Board Room, 23rd Floor, Menara TR, 161B Jalan Ampang, 50450 Kuala Lumpur.
06/10/2004	10.00 a.m.	Board Room, 23rd Floor, Menara TR, 161B Jalan Ampang, 50450 Kuala Lumpur.
30/11/2004	10.00 a.m.	Board Room, 23rd Floor, Menara TR, 161B Jalan Ampang, 50450 Kuala Lumpur.
24/02/2005	10.00 a.m.	Board Room, No. 32 Jalan 1/76C, Desa Pandan, 55100 Kuala Lumpur.
26/05/2005	10.00 a.m.	Board Room, No. 32 Jalan 1/76C, Desa Pandan, 55100 Kuala Lumpur.

2. Directors' attendance at Board meetings

Details of Directors' attendance at Board meetings during the last financial year:

Name of Directors	Appointment	Attendance
Tan Sri Dato' Tajudin Ramli	01 June 1992	5/5
Dato' Abdul Halim Abdullah	15 December 2000	5/5
Datuk Emam Mohd Haniff Emam Mohd Hussain	30 October 2001	5/5
Dato' Abdul Malek Ahmad Shazili	06 November 2003	5/5
Dato' Hj Abdul Hamid Mustapha	06 November 2003	5/5
Dato' Idrus Zainol	01 June 1992	4/5
Bistamam Ramli	15 December 2000	5/5
Mohd Shu'aib Ishak	15 December 2000	5/5
Shaifubahrim Mohd Saleh	15 December 2000	3/5

Details of Directors who are standing for re-election

The Directors who are standing for re-election at the Thirteenth Annual General Meeting of Edaran Digital Systems Berhad are as follows:

TAN SRI DATO' TAJUDIN RAMLI	Chairman / Non-Independent Non-Executive Director
DATO' ABDUL HALIM ABDULLAH	Independent Non-Executive Director
DATO' HJ ABDUL HAMID MUSTAPHA	Independent Non-Executive Director

The profile of the Directors who are standing for re-election are set out on pages 8 to 11 of the Annual Report.



BOARD OF DIRECTORS

Tan Sri Dato' Tajudin Ramli

Chairman
Non-Independent Non-Executive Director

Dato' Abdul Halim Abdullah

Independent Non-Executive Director

Datuk Emam Mohd Haniff

Emam Mohd Hussain

Senior Independent Non-Executive Director

Dato' Abdul Malek Ahmad Shazili

Independent Non-Executive Director

Dato' Hj Abdul Hamid Mustapha

Independent Non-Executive Director

Dato' Idrus Zainol

Non-Independent Non-Executive Director

Bistamam Ramli

Managing Director

Mohd Shu'aib Ishak

Executive Director

Shaifubahrim Mohd Saleh

Independent Non-Executive Director

AUDIT COMMITTEE

Dato' Abdul Halim Abdullah

Independent Non-Executive Director

Datuk Emam Mohd Haniff

Emam Mohd Hussain

Senior Independent Non-Executive Director

Bistamam Ramli

Managing Director

Shaifubahrim Mohd Saleh

Independent Non-Executive Director

COMPANY SECRETARY

Rizana Mohamad Daud

(LS 03437)

Registered Office:

No. 33-1 Jalan 2/76C
Desa Pandan
55100 Kuala Lumpur
Tel: 03-9206 7381
Fax: 03-9283 0192

Auditors:

Mea & Co. (AF: 0744)
Suite 19.03B 19th Floor, Wisma MCA
163 Jalan Ampang
50450 Kuala Lumpur
Tel: 03-2164 4992
Fax: 03-2164 4991

Principal Bankers:

Malayan Banking Berhad
Bumiputra Commerce Bank Berhad
EON Bank Berhad

Business Office:

No. 32 Jalan 1/76C
Desa Pandan
55100 Kuala Lumpur
Tel: 03-9206 7200
Fax: 03-9284 3531

Share Registrar:

Symphony Share Registrars Sdn Bhd (378993-D)
Level 26, Menara Multi Purpose, Capital Square
No. 8 Jalan Munshi Abdullah
50100 Kuala Lumpur
Tel: 03-2721 2222
Fax: 03-2721 2530

Listing:

Main Board
Bursa Malaysia Securities Berhad

EDARAN DIGITAL SYSTEMS BERHAD

SIDIC Technology Sdn Bhd (100%)

Edaran Komputer Sdn Bhd (100%)

MRCB Multimedia Consortium Sdn Bhd (5%)

Elitemac Resources Sdn Bhd (100%)

Edaran Communications Sdn Bhd (100%)

Advanced Communication Solutions Sdn Bhd (49%)

MIDC Technology Sdn Bhd (100%)

BOARD OF DIRECTORS

Tan Sri Dato' Tajudin Ramli

Chairman

Non-Independent Non-Executive Director

Dato' Abdul Halim Abdullah

Independent Non-Executive Director

Datuk Emam Mohd Haniff

Emam Mohd Hussain

Senior Independent Non-Executive Director

Dato' Abdul Malek Ahmad Shazili

Independent Non-Executive Director

Dato' Hj Abdul Hamid Mustapha

Independent Non-Executive Director

Dato' Idrus Zainol

Non-Independent Non-Executive Director

Bistamam Ramli

Managing Director

Mohd Shu'aib Ishak

Executive Director

Shaifubahrim Mohd Saleh

Independent Non-Executive Director

TAN SRI DATO' TAJUDIN RAMLI*Chairman**Non-Independent Non-Executive Director*

Tan Sri Dato' Tajudin Ramli, a Malaysian, was appointed a Director of EDARAN on 1 June 1992 and was subsequently appointed Non-Executive Chairman of the Company on 15 December 2000. On 3 October 2001, he was appointed a member of the Remuneration Committee. Aged 59, he graduated from the University of Malaya with a Bachelor of Economics degree and has been involved in various industries, the more significant of which are telecommunications, transportation and tourism.

DATO' ABDUL HALIM ABDULLAH*Independent Non-Executive Director*

Dato' Abdul Halim Abdullah, a Malaysian, was appointed to the Board of EDARAN on 15 December 2000. He was appointed Chairman of the Audit and Nominating Committees on 3 October 2001 and was subsequently appointed Chairman of the Remuneration Committee on 27 May 2004. Aged 59, Dato' Abdul Halim holds a Bachelor of Arts (Hons) degree from the University of Malaya. He has served in various government departments and his last position was as the State Secretary of Penang (1992-1994). In 1994, after his retirement from government service, Dato' Abdul Halim was appointed Executive Director of Technology Resources Properties Sdn Bhd until 8 June 2000.

**DATUK EMAM MOHD HANIFF
EMAM MOHD HUSSAIN**
Senior Independent Non-Executive Director

Datuk Emam Mohd Haniff Emam Mohd Hussain, a Malaysian, aged 63 was appointed Director of EDARAN on 30 October 2001. He was subsequently appointed Senior Independent Non-Executive Director and a member of the Audit Committee on 22 August 2002. Datuk Emam Mohd Haniff obtained his Bachelor of Arts (Hons) degree from the University of Malaya in 1966. He was assigned to the Ministry of Foreign Affairs and has served in various capacities both at home and in Malaysian diplomatic missions overseas. In the later years of his service, Datuk Emam Mohd Haniff was appointed the Malaysian Ambassador to Pakistan (1983-1986), Ambassador to Philippines (1987-1991) and the High Commissioner to Singapore (1992-1997). He retired from the government service in 1997 after attaining the age of 55.

DATO' ABDUL MALEK AHMAD SHAZILI
Independent Non-Executive Director

Dato' Abdul Malek Ahmad Shazili, a Malaysian, aged 58, was appointed a Director of EDARAN on 6 November 2003 and was subsequently appointed Chairman of the Risk Management Committee on 27 May 2004. He holds a Bachelor of Arts (Hons) degree from the University of Malaya and a Master's Degree in Public Administration from the American University, Washington D.C. Dato' Abdul Malek has served Pos Malaysia Berhad in various capacities since 1972 until his retirement as the Chief Executive Officer in 2002.

DATO' HJ ABDUL HAMID MUSTAPHA
Independent Non-Executive Director

Dato' Hj Abdul Hamid Mustapha, a Malaysian, aged 59, was appointed to the Board of EDARAN on 6 November 2003 and was subsequently appointed as a member of the Remuneration Committee on 27 May 2004. He graduated with a Bachelor of Arts degree from the University of Malaya in 1971. Dato' Hj Abdul Hamid has served the Royal Malaysian Police Force in various capacities since 1971 until his retirement as the Commissioner of Police, Director of Public Order and Internal Security in 2002.

DATO' IDRUS ZAINOL
Non-Independent Non-Executive Director

Dato' Idrus Zainol, a Malaysian, was appointed to the Board of EDARAN on 1 June 1992. Dato' Idrus was appointed member of the Remuneration and Nominating Committees on 3 October 2001. Aged 61, he is also the Executive Chairman and Chief Executive Officer of Cendanasari Insurance Brokers Sdn Bhd.

BISTAMAM RAMLI
Managing Director

Bistamam Ramli, a Malaysian, was appointed a Director of EDARAN on 15 December 2000. He was subsequently appointed a member of the Audit Committee on 15 August 2001. On 1 June 2004, he was appointed the Managing Director of EDARAN and Chief Executive Officer of Edaran Komputer Sdn Bhd. Bistamam also sits on the Board of Audit, Remuneration and Risk Management Committees. Aged 43, he is a Fellow Member of the Chartered Association of Certified Accountants. Bistamam was previously attached to Celcom (Malaysia) Berhad, Technology Resources Industries Berhad, Bank Negara Malaysia and Ernst & Young.

MOHD SHU'AIB ISHAK
Executive Director

Mohd Shu'aib Ishak, aged 46, was appointed the Executive Director of EDARAN on 15 December 2000. Mohd Shu'aib, a Malaysian, obtained his degree in Electrical Engineering from the University of Technology Malaysia. He has more than 20 years experience in the telecommunications industry since his employment with Jabatan Telekom Malaysia in 1982. He was attached to Electroscon (M) Sdn Bhd and KYM Industries Sdn Bhd before being appointed as the General Manager cum Director of Edaran Communications Sdn Bhd (ECOMM) on 24 January 1991.

SHAIFUBAHRIM MOHD SALEH
Independent Non-Executive Director

Shaifubahrim Mohd Saleh, a Malaysian, was appointed to the Board of EDARAN on 15 December 2000. He was later appointed a member of the Audit and Nominating Committees on 3 October 2001. Aged 46, Shaifubahrim holds a Bachelor of Science (Hons) degree in Computer Science and Management from the University of Science Malaysia (USM). Over the last 25 years, he was involved in the ICT industry, particularly in its development in Malaysia, Asian and Middle East region. He has served several multinational organizations including IBM, Oracle, Logica and Data General. He was formerly the Managing Director of Cisco System (Malaysia) Sdn Bhd and Chairman of PIKOM (1997-1998). He is currently a member of Penang K-ICT Council, a member of the Human Resources Development Board as well as an advisor to PIKOM. Shaifubahrim is presently an Executive Director of G-Tek Electronics and MSCMS, subsidiaries of Multimedia Development Corporation (MDC).

The management team



Bistamam Ramli
Managing Director,
Edaran Digital Systems Berhad



Mohd Shu'aib Ishak
Executive Director,
Edaran Digital Systems Berhad



Md Arif Haji Hasan
Chief Operating Officer,
Edaran Digital Systems Berhad



Mustafa Rawther
Mohamed Rawther
Senior General Manager,
Edaran Komputer Sdn Bhd



Mohd Azmi Ebni Hajar
Group Human Resources
& Administration Manager,
Edaran Digital System Berhad



Azlan Haniff
Sales Manager,
Edaran Komputer Sdn Bhd



Abdul Aziz Shik Razak
Customer Engineering Manager,
Edaran Komputer Sdn Bhd



Shamsul Selamat
Services Manager,
Edaran Komputer Sdn Bhd



Raslan Dahlan
Sales Manager,
Edaran Komputer Sdn Bhd

edaran

c h a i r m a n ' s m e s s a g e

Dear Shareholders and Stakeholders,

As we enter the new year, I would like to share with you the challenges and opportunities we face as a company.

Our primary focus is on improving our operational efficiency and reducing costs, while maintaining the quality of our products and services.

We have made significant progress in this area, and we are confident that we will continue to achieve our goals in the coming year.

In addition, we are committed to sustainable development and social responsibility. We will continue to invest in research and development to create innovative products and services that meet the needs of our customers and the environment.

We also value our employees and their contributions to the company. We will continue to provide them with the training and resources they need to succeed.

Finally, I would like to express my appreciation to our shareholders and stakeholders for their support and confidence in our company.

We are committed to providing them with the best possible return on their investment and to maintaining a strong, long-term relationship with them.

Thank you for your continued support and confidence in our company.

I look forward to working with you in the coming year to achieve our common goals.

Yours faithfully,

Chairman

Edaran

Annual Report 2005

Chairman's Message


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Message from the chairman

VALUED SHAREHOLDERS AND PARTNERS,

On behalf of the Board of Edaran Digital Systems Berhad (EDARAN), I am once again honoured to present to you the Annual Report and Audited Financial Statement of the Group for its financial year ended 30 June 2005.

Financial Review

The Group recovered substantial ground over the financial year in review. Our financial position improved tremendously on the back of firmer measures in cost management and the reduction of operational expenses. The Group recorded a lower loss before taxation of RM251 thousand compared to a loss of RM7.47 million for the last financial year ended 30 June 2004, representing an improvement of 97 per cent.

The Group's revenue for the financial year ended 30 June 2005 decreased to RM33.1 million from RM40.2 million in the last financial year. Although total revenue decreased by 17 per cent in the last financial year, the much improved financial performance reflects the Group's sharper focus on achieving better margins and marketing cost efficiencies. We are positively encouraged by the improving performance and the Group will continue to seek out business activities with higher returns and more profitable margins. Moving forward, the Group anticipates continued improvement in its financial performance and a turnaround to a healthy position is already within sight.

The Board is happy to report that the financial challenges that momentarily disrupted the Group's progress over the years 2003 and 2004 have been effectively addressed and already behind us. The Group

is today recharged along major perspectives of its organisation and operations; and we believe we are already on a stronger footing to move forward.

Developing Skilled and Professional Individuals

The Group's primary focus within the organisation will continue to be its people. EDARAN is cognizant of the progressively knowledge-driven society within which corporations and individuals operate today. Increasingly, individuals and organisations are seeking faster and more convenient access to information and knowledge that will free up their time to concentrate on their main business activities so as to hone a sharper competitive edge. As modern technology enables information and resources to become more and more readily available, the challenge has become that of ensuring that such relevant and useful knowledge are indeed available when needed.

EDARAN recognises that to complete the technology value chain, hardware and infrastructure need to be complemented with the software of knowledge. As such, EDARAN will continue to place greater emphasis on building and nurturing its people in the crucial areas of knowledge, skills, capabilities and professionalism that we may be better equipped and able to drive technology and maximise its benefits and capabilities. We believe that only with a foundation of people and talent equipped with the relevant knowledge and skills, will we be able to provide meaningful, value added, end-to-end services and products. Indeed, it is very much the Group's vision that

EDARAN will play a significant corporate citizen role in building up the reserve of knowledgeable and skilled people in the country in the area of Information Communications Technology.

Enhancing Deliverables and Profitability

In tandem with the inevitable global shift towards a more knowledge driven society, EDARAN has also made a positive business decision to increase its focus on the provision of services and solutions. The Group recognises that not only will its business offerings be more relevant to the changing market but a concerted move towards the provision of relevant services and solutions will eventually improve the Group's profit margins.

Exploring New Frontiers

We believe that we have garnered wide and substantial experience and knowledge in our areas of business expertise. EDARAN is ready and can look to expanding its horizons beyond the country. As such we have begun exploring opportunities outside of the country starting with countries closer to home. Already, we have invested in an operations and marketing office in Brunei, where opportunities for mutually rewarding joint venture projects are promising. Brunei also represents an ideal and strategic base from which EDARAN can extend its antennas for burgeoning opportunities within South East Asia. Our efforts to seek new opportunities outside of Malaysia will continue, albeit, the Group will be guided by a prudent philosophy of carefully weighing the risks and rewards.

Agility - A Virtue of Strength

As a medium sized entity with strong fundamentals and a team of dynamic professionals, EDARAN, has the inherent advantage of being agile. In an industry where solutions and ideas can quickly become obsolete and outdated; where market and business boundaries continue to be redefined, we recognise that the ability to respond and adapt to market dynamics is a fundamental competitive edge we need to continually sharpen.

The Information Communications Technology industry is invariably characterised by unpredictable changes and increasingly so, as the borders of the industry become more obliterated and fuzzy with the progressive convergence of technology. EDARAN is acutely aware of the need to constantly keep abreast with the technology curve if not ahead of it, to remain relevant within the industry and to its market. This challenging and dynamic environment will dictate our moves. EDARAN will strive to remain an agile, nimble and adaptable entity to mitigate the risks of a fast evolving industry landscape.

Prospects

Over the last 24 months, we have conscientiously reviewed our internal systems and processes as well as our marketing strategies. Our internal systems, infrastructure and hardware resources are in place and we are more confident about effectively reaching and serving our potential prospects. The Group's core competencies in Systems Integration, Open

Source Computing, Document Management and Smart Technology Solutions will continue to drive the business even as we seek out prospects with higher margins at more efficient cost of sales. As our exploratory efforts in international ventures progress, we are more confident of our capabilities and we believe our efforts will bear fruit in the foreseeable future.

In the meantime, the Group will work to preserve its trademark of dedicated and personalised service, a trademark that has won the Group a sound reputation among its established business partners and long term customers. We are making new inroads into other sectors and industries, one of which is the education industry. We see tremendous synergy, relevance and compatibility in this sector and our progress within the education sector has been encouraging.

Growing with our customer, a philosophy cherished by the Group, has worked to provide EDARAN the deep understanding of customers needed to serve them better. EDARAN will continue to nurture valuable partnerships and business relationships built over years of trust and friendship.

Appreciation

On behalf of the Board, I take the opportunity once again to thank all our valued stakeholders who have played a part in our forward progress over the last financial year.

First and foremost, I thank members of the

Management and Staff for the commitment, dedication and loyalty to the Company. My appreciation especially to all those individuals whose leadership qualities, talents and skills have contributed to the performance of the Group. The loyalty, dedication and commitment of the staff have not gone unnoticed. At EDARAN, you will continue to remain our priority and our most important asset.

To our valued customers who have continued to put their confidence and trust in us, I thank you for providing the reason and impetus that spur us to do better each year. It is our goal to return that trust to you through providing you with our highest level of service and product integrity.

Our business partners, shareholders, financiers and government authorities with whom we have the wonderful opportunity to work, I acknowledge your professionalism and thank you for your continued support.

To my fellow members of the Board, I owe my gratitude and thanks for sharing your wisdom and experience in guiding the Company. Your commitment has seen the Company through another year of progress.



Tajudin Ramli
Chairman

o p e r a t i o n s r e v i e w



EDARAN DIGITAL SYSTEMS BERHAD

Edaran Digital Systems Berhad (EDARAN) has grown and evolved over the last 17 years since its establishment as a computer distributor to what is, today, a significant corporate entity within the information communications technology (ICT) industry in Malaysia. EDARAN's core business activities revolve around the areas of computer systems integration, the provision of smart technology solutions and maintenance and consultancy services.

Its business activities are handled through two major divisions, namely, Edaran Komputer Sdn Bhd which is involved in the area of systems integration and SIDIC Technology Sdn Bhd whose business is in the innovation and provision of smart technology solutions. From within these two areas, the Group taps tangible synergies and cross applicable benefits that add value to customers.

EDARAN KOMPUTER SDN BHD

Edaran Komputer (EKOM) is an IT systems integrator providing solutions and services covering large and medium scale projects. Its core strength lies in its ability to integrate varying hardware, software, network and services to deliver complete solutions to the customer.

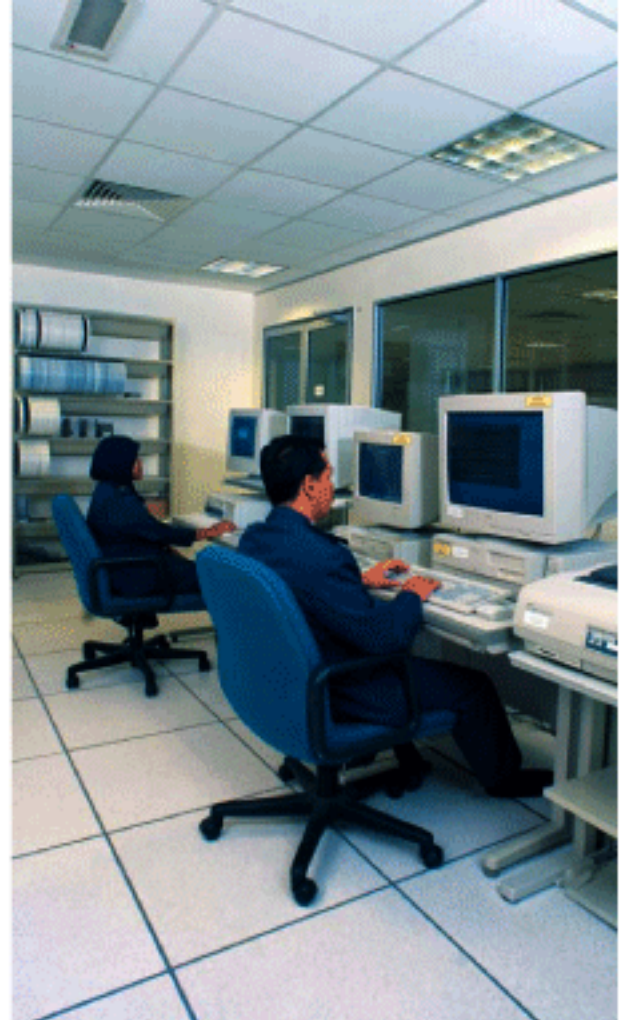
In 2005, EKOM embarked on new business strategies to sharpen its competitiveness in the margin sensitive IT industry. As such, EKOM focused much of its efforts on activities with higher margins with the objective of increasing revenue. At the same time, greater focus was also placed on retaining and growing its quality customers.



The company has been building up its core competencies particularly in the areas of document management and software development on Java, .Net and open source platforms. As a result of these efforts, EKOM has been able to respond more effectively and adequately to customers' needs on software solutions and services. For 2005, EKOM successfully secured a number of tenders from existing customers such as Kastam DiRaja Malaysia (KDRM), Universiti Institut Teknologi Mara (UiTM), Jabatan Keselamatan dan Kesihatan Pekerja (JKKP) and Pembangunan Sumber Manusia Berhad (PSMB). EKOM was also successful in getting new customers within the sectors of higher learning institutions and banking.

In its continual efforts to raise its corporate profile and enhance awareness of EKOM, the company has been actively involved in organising technology update sessions for the government sector. These sessions principally showcased EKOM's competency in document and workflow management.

EKOM has also cast its eyes beyond Malaysian borders and as an initial step to expand its reach, EKOM has set up a branch office with a full time sales manager in Brunei Darussalam. Brunei which promises pockets of growth opportunities within the government sector also represents a strategic base from which EKOM can seek out fresh business opportunities in the region. EKOM has already participated in a number of tenders issued by the Brunei government. Moving forward, the company anticipates greater participation in the Brunei government's I.T agenda as the country moves towards creating an e-government environment. In anticipation of that movement, EKOM has organised many technology update sessions for the



Brunei government agencies to keep them informed of the latest developments in the areas of knowledge and document management.

Over the next financial year, EKOM will continue its efforts to pursue opportunities in the government sector both locally and abroad with key emphasis on understanding and meeting customer needs. EKOM will focus on retaining and growing its existing customers by providing more added value solutions including leveraging Smart Solution offerings from software solution enterprises and in particular from SIDIC Technology, another fully owned subsidiary of the EDARAN Group.



In tandem with the Group's goal to build its base of skilled and professional human capital, EKOM will also place more emphasis on training so as to enhance the skill sets and competencies of its people and enable them to be more competitive in the market.

The company remains optimistic and confident that its core strategies that are aligned to the company's key strengths will create positive impact on its contribution to the Group's financial performance in the coming year.

SIDIC TECHNOLOGY SDN BHD

SIDIC Technology's (SIDIC) principal activities revolve around the innovation, marketing and implementation of smart technology solutions. In today's information and cyber driven society, the need for security and simplicity has never been so critical. SIDIC recognises the emerging trend and seeks to provide smart and intelligent solutions that assure and simplify the life of customers.

Integrating new technologies as customised solutions that enhance customer efficiency and productivity remain very much the mission of the company. As such SIDIC provides a full range of services that include not only the provision of customised software solutions but also the necessary support services such as consultation, project management, professional support and system maintenance.

Products and Services

SIDIC's innovations are broadly categorised into three areas:

- Integrated secure solutions
- Remote management solutions
- Smart lifestyle solutions

Within the category of secure solutions, SIDIC has developed some core products which include a customised Security Access System, a Visitor Registration System, User



Authentication and an Intelligent Time Management System. In essence, secure solutions work to protect and secure networks, communications and data using state-of-the-art technologies.

SIDIC's Remote Management Solutions, in turn, are primarily applied to instances of remote operations and management. Remote management solutions utilise such technologies as SCADA, telemetry, communications and controller interfaces, monitoring systems, maintenance control systems and back-end reporting systems to facilitate the efficient management of operations in a remote manner.

Its Smart Lifestyle Solutions seek to enhance the lifestyle of users and communities by providing greater convenience and freeing users up to concentrate on their core activities or business. Solutions that add to creating smart communities, smart homes, buildings and environments are ultimately part and parcel of SIDIC's interest.



Achievements for the year

Since its inception, SIDIC has been immersed in the development of its services and products and at the same time, investing and preparing the company to meet and serve the market's specific need for smart technology.

To date, it has made inroads into the public sector and has been successful in its early smart solutions applications for MyKad. Prospects down the road continue to look promising for SIDIC in this area of its involvement.

Over the last 12 months, SIDIC has also successfully penetrated the education sector, involving itself in the provision of software applications and solutions in smart campus initiatives. Most of its smart campus projects secured within the Financial Year 2004/2005 will be completed by the end of 2005.

Yet another industry into which SIDIC has ventured is manufacturing and transport. Although these projects are small in scale, SIDIC's involvement in these areas attests to the versatility and adaptability of SIDIC's products and services in the country's major industries.

Outlook

SIDIC remains confident that its involvement with MyKad will present new business opportunities, given that MyKad represents a key platform for the introduction of smart solutions and, indeed, smart lifestyles to Malaysians as a whole. As such, SIDIC will continue to focus its efforts and resources over the immediate and long term, to maximise the tremendous potential within this area. Through its involvement with MyKad, SIDIC aims to become one of the country's key smart solutions providers.

SIDIC will also continue to develop and establish its presence in the education industry that it may eventually build a sound reputation as a smart solutions provider among the institutions of higher learning.

The company recognises that aside from increasingly keen competition, its key challenge lies in the speed at which the market can embrace the benefits of smart technology. Notwithstanding, SIDIC will adopt a more targeted and strategic marketing approach to break into new areas. These would include broad strategies such as expanding its distribution channels and working in closer collaboration with technology partners. As it seeks to do that, SIDIC will place greater emphasis on improving quality and expanding the range of its products. Increasing brand recognition and acceptance will become crucial to the company's progress. Equally crucial will be SIDIC's initiatives to attract skilled human capital and the retention of talent within the company.

f i n a n c i a l h i g h l i g h t s



2005 FINANCIAL HIGHLIGHTS

Group Five Years Financial Data

INCOME STATEMENT	2005 (RM'000)	2004 (RM'000)	2003 (RM'000)	2002 (RM'000)	2001 (RM'000)
REVENUE	33,143	40,157	197,056	175,089	116,931
Profit/(Loss) before interest, depreciation and taxation	4,774	(2,826)	(31,242)	24,186	20,812
Depreciation	(1,504)	(1,625)	(1,698)	(1,835)	(1,260)
Interest	(3,521)	(3,022)	(3,992)	(1,361)	(2,686)
(Loss)/Profit before taxation	(251)	(7,473)	(36,932)	20,990	16,866
Taxation	(38)	(1,209)	(1,076)	(5,853)	(5,173)
(Loss)/Profit after taxation	(289)	(8,682)	(38,008)	15,137	11,693
Gross (Loss)/Earnings per share (sen)	(0.42)*	(12.46)*	(61.55)*	34.98*	39.15**
Net (Loss)/Earnings per share (sen)	(0.48)*	(14.47)*	(63.35)*	25.23*	27.14**
Net Dividend per share (sen)	-	-	-	7.50	7.20

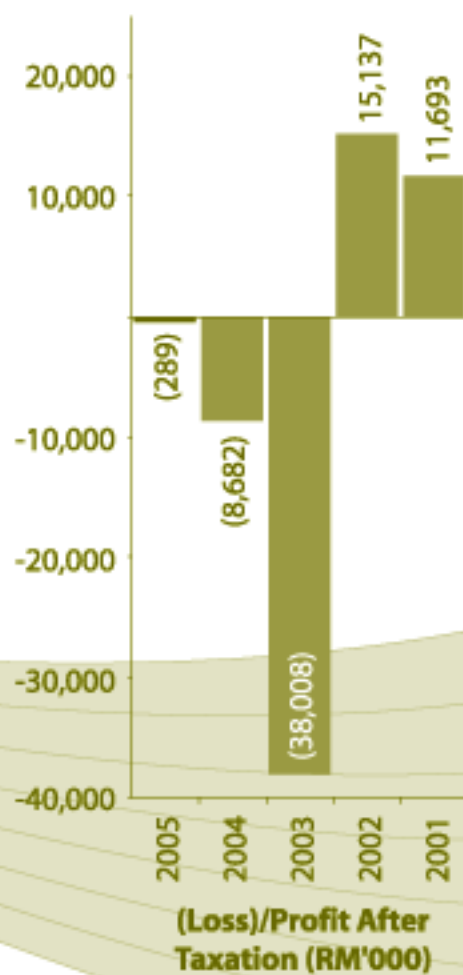
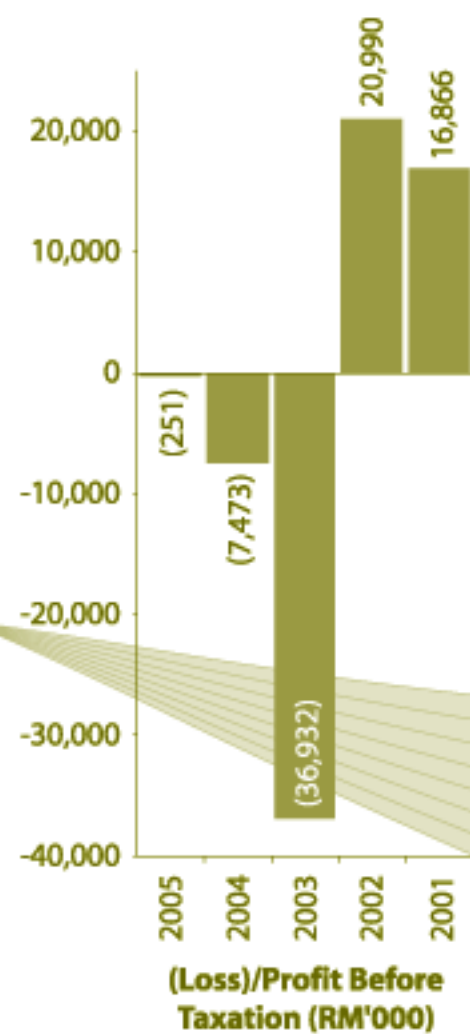
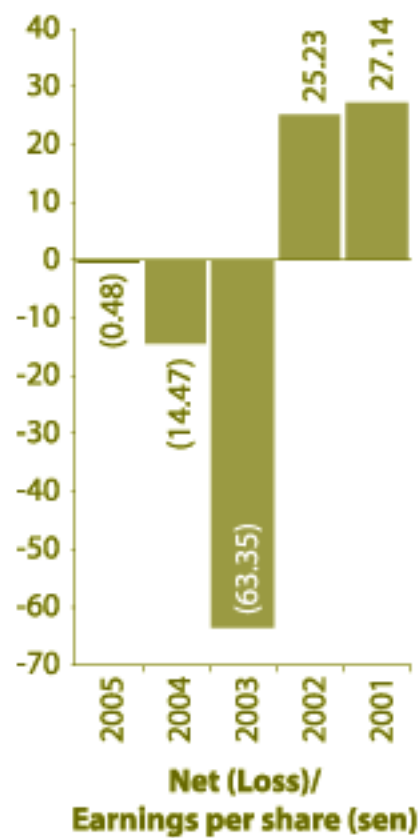
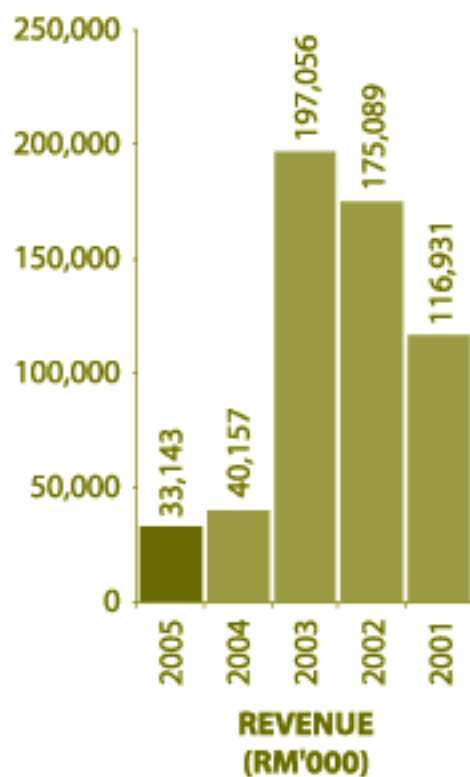
BALANCE SHEET

Shareholders' Funds	45,455	45,744	55,330	97,838	87,647
Paid-Up Share Capital	60,000	60,000	60,000	60,000	60,000
Net Tangible Assets	45,455	45,744	55,330	97,838	87,647
Net Current Assets	27,047	46,850	56,010	82,999	72,427
Total Assets	63,226	82,285	172,500	233,267	168,732
Fixed Assets - Net Book Value	21,448	22,815	24,179	16,565	15,337
Capital Expenditure	334	261	9,342	3,097	2,723
Long Term Debts	3,121	24,153	25,119	1,298	974
Debts Equity ratio	0.18	0.55	1.43	0.32	0.03
Net Tangible Assets per share (sen)	0.76	0.76	0.92	1.63	1.46

* The gross/net (loss)/earnings per share is calculated based on the (loss)/profit before/after taxation and on the number of ordinary shares of RM1 each of Group.

** The gross/net/earnings per share is calculated based on the profit before/after taxation and on the weighted average number of 43,082,104 ordinary shares of RM1 each Group.

2005 FINANCIAL HIGHLIGHTS





The Board of Directors ("Board") has always upheld the highest standards of corporate governance within the Group as a fundamental part of discharging its responsibilities to protect and enhance the interests of all stakeholders. The Board subscribes to the belief that self-regulation in tandem with observance of statutory requirements is pivotal to sound corporate governance. The Board of Directors has taken measures to ensure that the Group fully complies with the Principles and Best Practices in Corporate Governance as identified in the Malaysian Code on Corporate Governance ("Code").

BOARD OF DIRECTORS

Composition of the Board

The Group is led and managed by an experienced Board comprising members from a wide variety of background, bringing a wealth of skills and experience appropriate to the business. The biographical details of the Board members are set out in the Corporate Information of this Annual Report.

The Board currently has nine (9) members, two (2) of whom are Executive Directors. There are seven (7) Non-Executive Directors, five (5) of whom are Independent. More than one-third of the Board are Independent Directors and as such the Board brings objective and independent judgment to the decision making process. The roles of the Chairman and the Executive Directors are distinct and separate.

In accordance with the requirements of the Code, Datuk Emam Mohd Haniff Emam Mohd Hussain was appointed as the Senior Independent Non-Executive Director to assist with concerns regarding the Company where it could be inappropriate for these to be dealt with by the Chairman or the Executive Director.

Roles and Responsibilities of the Board

The Board retains full control of the Group. This includes responsibility for the examination and deliberation of the medium and long-term strategies proposed by the management as well as strategies for the development of the Group. Approvals of key matters such as the annual and quarterly financial results, investment, acquisitions and disposals, major capital expenditures, budgets and corporate plans, including key policies, procedures and authority limits, are the prerogatives of the Board.

The Board meets at least four (4) times a year, with additional meetings convened as necessary. During the financial year ended 30 June 2005, the Board held five (5) Board meetings. The details of Directors' attendance at Board meetings are laid out in the Statement Accompanying Notice of Annual General Meeting.

Supply of Information

The agenda for Board meetings, together with detailed reports and proposition papers to be tabled at the Board meeting, are circulated to all Directors for their perusal and consideration prior to the meeting date.

The Board has dealt with the following matters during the financial year:

- Financial and operational review, including performance to date against the annual budget.
- Proposals for capital expenditures.
- Proposals for acquisitions and disposals.
- Corporate proposals.

All members of the Board have ready and direct access to the advice and services of the Company Secretary. Directors may seek independent professional advice if deemed reasonable and necessary. Any such request is presented to the Board for approval.

Appointments to the Board and Re-election

The proposed appointment of new member(s) is recommended by the Nominating Committee to the Board for concurrence. The Nominating Committee comprises mainly of Independent Non-Executive Directors and its composition is as follows:

Chairman : Dato' Abdul Halim Abdullah (Independent Non-Executive Director)

Members : Dato' Idrus Zainol (Non-Independent Non-Executive Director)

En. Shaifubahrim Mohd Saleh (Independent Non-Executive Director)

The Nominating Committee's responsibilities include the following and the Board may determine such other responsibilities from time to time:

- Recommend to the Board, technically competent persons of integrity with a strong sense of professionalism and who practise the highest standards for appointment as members of the Board of Directors, Chief Executive Officer and members of Board Committees.
- Review the Board structure and balance of appointments between Executive and Non- Executive Directors.
- Review the adequacy of the Committee structures of the Audit, Remuneration, Nominating and other Board Committees.
- Review, on an annual basis, the required mix of skills and experience and other qualities, including core competencies which Non-Executive Directors should bring to the Board.
- Carry out the process endorsed by the Board for assessing the effectiveness of the Board as a whole, the Committees of the Board and the contribution of each individual Director.

The Articles of Association states that at each Annual General Meeting (AGM), one-third of the Directors are required to retire from office. All Directors shall retire from office at least once in every three (3) years and shall be eligible for re-election.

Directors' Training

All members of the Board have attended the Mandatory Accreditation Program (MAP) and continue to attend Continuous Education Program (CEP) prescribed by the Bursa Malaysia Securities Berhad ("Bursa Securities").

Board Committees

The Board of Directors has set up several Board Committees to assist the Board. The functions and terms of reference of the Board Committees as well as the authority delegated by the Board to these Committees are clearly defined. The Committees are as follows:

- **Audit Committee**

The terms of reference of the Audit Committee are set out in the Audit Committee Report.

- **Remuneration Committee**

The terms of reference of the Remuneration Committee are set out in the section 'Directors' Remuneration' in this Statement of Corporate Governance.

- **Nominating Committee**

The terms of reference of the Nominating Committee as set out in the section 'Appointments to the Board and Re-election' in this Statement of Corporate Governance.

- **Risk Management Committee**

The Risk Management Committee was formed to assist the Board to oversee the overall management of all risks covering external and strategic risks, customer and product risks, regulatory and financial risks, people, operations and internal process risks.

Chairman : Dato' Abdul Malek Ahmad Shazili
(Independent Non-Executive Director)

Members : En. Bistamam Ramli (Managing Director)
En. Mohd Shu'aib Ishak (Executive Director)
En. Md Arif Hj Hasan (Chief Operating Officer)
En. Abdul Shukri Abdullah (Director, EKOM)
En. Fazlan Azri Tajudin (Director, EKOM)
En. Mustafa Rawther Mohamed Rawther
(Senior General Manager, EKOM)

Secretary : Pn. Noor Azlina Md Zan (Head, Internal Audit Department)

The terms of reference of the Risk Management Committee include:

- To develop a risk management framework.
- To coordinate and monitor the effectiveness of the Group's risk management activities.
- To coordinate the identification of the Group's key business risks.
- To develop and implement mitigating action plans.

DIRECTORS' REMUNERATION

Remuneration Committee

The Remuneration Committee is mainly made up of Non-Executive Directors whose members are as follows:

Chairman : Dato' Abdul Halim Abdullah (Independent Non-Executive Director)

Members : Tan Sri Dato' Tajudin Ramli (Non-Independent Non-Executive Director)
Dato' Idrus Zainol (Non-Independent Non-Executive Director)
Dato' Hj Abdul Hamid Mustapha (Independent Non-Executive Director)
En. Bistamam Ramli (Managing Director)

The responsibilities include the following and other responsibilities as may be determined by the Board from time to time:

- To establish a formal and transparent procedure for developing a policy on executive remuneration and for fixing the remuneration packages of individual Directors.
- To consider and recommend the level and make-up of the remuneration of the Executive Directors.
- To review all benefits and entitlements of the Board of Directors on a regular basis.

The determination of the remuneration packages for Non-Executive Directors is a matter for the Board as a whole. Fees payable to Non-Executive Directors are recommended by the Board for shareholders approval at the Annual General Meeting. The Executive Directors play no part in the decisions made on their remuneration.

In accordance with the Bursa Securities Listing Requirements, the details of the remuneration of Directors during the financial year for the Company are as follows:-

Aggregated Directors' remuneration categorised into appropriate components:

	Fees (RM)	Fees Salaries & Bonuses (RM)	Other Benefits (RM)
Executive Directors	-	540,000	19,800
Non-Executive Directors	194,000	-	-

The total remuneration of the Directors for the financial year ended 30 June 2005 is as follows:

Range of Remuneration	Executive	Non-Executive
Below RM 50,000	-	7
RM 50,001 - RM 100,000	-	-
RM 100,001 - RM 150,000	-	-
RM 150,001 - RM 200,000	-	-
RM 200,001 - RM 250,000	1	-
RM 250,001 - RM 300,000	-	-
RM 300,001 - RM 350,000	1	-
	2	7

COMMUNICATION WITH SHAREHOLDERS AND INVESTORS

Investor Relations

The Board acknowledges the need for shareholders to be informed of all material business matters affecting the Group. Timely releases of financial results on a quarterly basis provide the shareholders with an overview of the Group's performance and operations. In addition, information is also available through the various announcements made during the year and through circulars, if necessary. Meetings with fund managers and analysts are held as and when deemed required.

The AGM is the principal forum for dialogue with shareholders. At each AGM, the Board presents the progress and performance of the business and shareholders are encouraged to participate in the Question and Answer session. Where appropriate, the Board will provide the questioner with a written answer.

For the re-election of Directors, the Board will ensure that full information is disclosed in notices of meeting regarding Directors who are retiring and who are willing to serve if re-elected.

Each item of special business included in the notice of the meeting will be accompanied by an explanatory statement of the effects of the proposed resolution to facilitate the full understanding and evaluation of issues involved.

ACCOUNTABILITY AND AUDIT

Financial Reporting

The Board aims to present a balanced, clear and meaningful assessment of the Group's financial position and prospects in all their reports to shareholders, investors and regulatory authorities. The Audit Committee assists the Board in scrutinising information for disclosure to ensure accuracy, adequacy and completeness. The Statement by Directors pursuant to Section 169 of the Companies Act, 1965 is set out in the Financial Statements of this Annual Report.

Internal Controls

The Board has overall responsibility for maintaining a system on internal controls that provide reasonable assurance of effective and efficient operations and compliance with Standard Operating Procedures (SOP) and other internal guidelines.

Information on the Group's internal controls is presented in the Statement on Internal Control.

Relationship with External Auditors

The role of the Audit Committee in relation to the external auditors may be found in the Audit Committee Report. The Company maintains a transparent relationship with its external auditors.

Audit Committee

The terms of reference of the Audit Committee are set out in the Audit Committee Report.

This Statement is made in accordance with the Board of Directors' Resolution dated 04 October 2005.

AUDIT COMMITTEE

Dato' Abdul Halim Abdullah
Chairman /
Independent Non-Executive Director

Dato' Emam Mohd Haniff
Emam Mohd Hussain
Member /
Senior Independent Non-Executive Director

Bistamam Ramli
Member / Managing Director

Shaifubahrim Mohd Saleh
Member /
Independent Non-Executive Director

1. COMPOSITION AND ATTENDANCE

The Audit Committee comprises of the following members and the details of attendance of each member at committee meetings held during the financial year 2005 are as follows:

Composition of the Audit Committee	Number of Committee Meetings	
	Held	Attended
DATO' ABDUL HALIM ABDULLAH Chairman/ Independent Non-Executive Director	5	5
DATUK EMAM MOHD HANIFF EMAM MOHD HUSSAIN Member/ Senior Independent Non-Executive Director	5	5
EN. BISTAMAM RAMLI Member/ Managing Director	5	5
EN. SHAFUBAHRIM MOHD SALEH Member/ Independent Non-Executive Director	5	3

2. TERMS OF REFERENCE

Composition

The members shall be appointed by the Board of Directors and shall consist of not less than three (3) members, a majority of whom must be Independent Directors. At least one (1) member shall be a member of the Malaysian Institute of Accountants or otherwise fulfils the criteria set out in paragraph 15.10(1) of the Bursa Securities Listing Requirements. No alternate Director shall be appointed as a member of the Audit Committee. The Chairman of the Audit Committee is to be elected amongst themselves but must be an Independent Non-Executive Director.

Secretary

The Company Secretary and/ or the Assistant Company Secretary and/ or any other person as may be appointed by the Audit Committee shall be the Secretary to the Audit Committee. The minutes of meetings, are circulated to the Committee members and to all other members of the Board. Alternatively, the Chairman of the Audit Committee shall present the Audit Committee Report at the earliest Board of Directors' meeting. The Audit Committee Report shall include, among others, a summary of all matters discussed in the Audit Committee meeting and the decisions and recommendations made.

Quorum of Meeting

The majority of members present must be Independent Directors.

Frequency of Meeting

The Audit Committee shall have at least one (1) meeting per financial quarter.

Attendance at Meeting

The Managing Director and the Head of Internal Audit shall normally attend the meetings. Other Directors and employees of the Company shall attend the meetings only at the invitation of the Committee. As and when necessary, the external auditors will be invited into the meetings.

Authority

Wherever necessary and reasonable for the performance of its duties, the Audit Committee shall have:

- The authority to investigate any matter within its terms of reference.
- The resources, which are required to perform its duties.
- Full and unrestricted access to any information pertaining to the Group.
- Direct communication channels with the external auditors and person(s) carrying out the internal audit function or activity.
- Obtain independent professional or other advice, as deemed necessary.
- The rights to convene meetings with the external auditors, excluding the attendance of the Executive members of the Committee.
- The authority to report to the Bursa Securities should the Committee opined that a matter reported by it to the Board of Directors has not been satisfactorily resolved resulting in a breach of the Bursa Securities Listing Requirements.

Responsibilities And Duties

The Audit Committee shall undertake the following responsibilities and report, where necessary to the Board of Directors:

Internal Audit

- Review the adequacy of the audit scope, the internal audit functions and that it has the necessary resources to carry out its work.
- Review the internal audit programme, process, the results of internal audit programme, process or investigation undertaken and whether appropriate actions are taken on the recommendations by the internal audit function.
- Appraise and assess the performance of members of the internal audit function.
- Approve the appointment or termination of senior staff members of the Internal Audit Department.

- To be informed of resignations of internal audit staff and provide the resigning staff an opportunity to submit his/her reasons for resigning, if necessary.
- To consider the major findings of internal investigations and management's response.
- To support, whenever deemed necessary, the internal audit activities.

External Audit

- Review with the external auditors, its audit plan and evaluation of the internal controls system.
- Assess the adequacy of assistance extended by the Company's employee to the external auditors.
- Review the external auditors' management letter and the management's response.
- Evaluate the performance of the external auditors and make recommendations to the Board of Directors on its appointment and remuneration.
- Review any letter of resignation from the external auditors of the Company and whether there is reason (supported by grounds) to believe that the external auditors are not suitable for re-appointment.

Audit Reports

- Review the internal and external audit reports to ensure that the management has taken appropriate and adequate remedial actions.
- Review significant internal and external audit findings and management's response.

Financial Reporting

Review the quarterly and annual financial statements for recommendation to the Board of Directors for approval, focusing particularly on:

- Changes in or implementation of new accounting policies and practices.
- Significant and unusual events.
- Compliance with accounting standards and other legal requirements.

Related Party Transactions

Review any related third party transactions and conflict of interest situation that may arise within the Company or Group including any transaction, procedure or course of conduct that raises questions of the management's integrity.

Other matters

To consider and examine such other matters as the Audit Committee considers appropriate or as authorised by the Board of Directors.

The Board may review the above duties and responsibilities from time to time.

Review of the Audit Committee

The Board of Directors must review the term of office and performance of the Audit Committee and each of its members at least once every three (3) years to determine whether such Audit Committee and members have carried out their duties in accordance with their terms of reference. The next review of the Audit Committee is due at the end of 2005.

3. SUMMARY OF ACTIVITIES

There were five (5) Audit Committee meetings held during the financial year as follows:

Reference No.	Date Held	Time
03-04	23 August 2004	10.00 a.m.
04-04	05 October 2004	10.00 a.m.
05-04	29 November 2004	10.00 a.m.
01-05	22 February 2005	10.00 a.m.
02-05	25 May 2005	10.00 a.m.

Among the matters reviewed and discussed by the Audit Committee were:

- The Internal Audit Reports for the year.
- The Internal Auditors' Annual Audit Plan.
- The draft audited financial statements of the Company and the Group for the financial year ended 30 June 2004.
- The draft announcements to the Bursa Securities on the quarterly report of the Group for the financial quarters ended 30 June 2004, 30 September 2004, 31 December 2004 and 31 March 2005.

The Audit Committee updated the Board on the issues and concerns discussed during their meetings including those raised by the external auditors and where appropriate, made the necessary recommendations to the Board.

4. INTERNAL AUDIT FUNCTION

The Internal Audit Department exists to assist the Audit Committee in the discharge of its duties and responsibilities. Its role is to undertake independent regular and systematic reviews of the system of internal controls so as to provide reasonable assurance that the system continues to operate satisfactorily and effectively.

A risk-based approach is used to ensure that the higher risk activities in each auditable area are audited annually.

S

t a t e m e n t o n i n t e r n a l c o n t r o l

The Board of Directors is required, under paragraph 15.27 (b) of the Bursa Securities Listing Requirements, to issue a Statement on Internal Control.

The Board of Directors is responsible for the Group's system of internal controls and its effectiveness in safeguarding shareholders' investment and the Group's asset. The Board has established an on-going process for identifying, evaluating and managing rather than eliminating significant risks faced by the Group and this process has been in place during the year under review.

The key processes that have been established by the Board in reviewing the adequacy and integrity of the system of internal controls, which can only provide reasonable assurance against material misstatement or loss, include the following:

- The Risk Management Committee (RMC) was established to assist the Board to oversee the overall management of principal areas of risk. The RMC meets regularly and subsequently reports to the Board of Directors. The functions of the RMC are set out in the Statement of Corporate Governance.
- Other committees have also been established with appropriate empowerment, including authorisation levels, to ensure effective management and supervision. The delegation of authorities to these committees of the Board is subject to ongoing reviews.
- There are internal procedures and limits of authority set out in the Standard Operating Procedures (SOP), which are periodically reviewed, to ensure compliance with internal controls and other regulatory requirements.
- Regular and comprehensive information provided by the management covering financial performance, key business indicators, staff utilisation and cash flow performance.
- Annual business plan and budget are prepared and tabled to the Board for approval.
- The Board receives and reviews financial results on a quarterly basis.
- The Audit Committee reviews internal control issues identified by the Internal Audit Department and monitors compliance with procedures on a regular basis.
- There is a clearly defined framework for investment appraisals and approvals. Post implementation reviews are conducted and reported to the Board.
- The professionalism and competence of staff are maintained through a comprehensive recruitment process, performance appraisal and training and development programmes.

This Statement is made in accordance with the Board of Directors' Resolution dated 04 October 2005.

Para 9.25 of the Bursa Securities Listing Requirements

1. Directors (as at 14 October 2005)

None of the Directors has any family relationships with other Directors except for the following:

- Tan Sri Dato' Tajudin Ramli is the brother of Bistamam Ramli and also a shareholder of Kauthar Sdn Bhd ("KSB"), a substantial shareholder of the Company.
- Bistamam Ramli is the brother of Tan Sri Dato' Tajudin Ramli.

The profiles of the respective directors are set out on pages 8 to 11 of this Annual Report.

2. Directors' Attendance at Board Meetings

Details of Directors' attendance at the Board of Directors meetings are laid out in the Statement Accompanying Notice of Annual General Meeting on page 4 of this Annual Report.

3. Offence (as at 14 October 2005)

None of the Directors has been convicted for offences within the past ten years other than traffic offences, if at all there was any.

4. Conflict of Interest (as at 14 October 2005)

There has been no conflict of interest between any of the Directors and the Company.

5. Utilisation of Listing Proceeds (as at 14 October 2005)

Since the last financial year, the Company has utilised the remaining RM0.218 million from the proceeds of the Listing allocated for Business Development.

6. Share Buyback

During the financial year, the Company did not enter into any share buyback transactions.

7. Options, Warrants or Convertible Securities

There were no options, warrants or convertible securities exercised during the financial year.

8. American Depositary Receipt (ADR) or Global Depositary Receipt (GDR) Programme (as at 14 October 2005)

During the financial year, the Company did not sponsor any ADR or GDR programme.

9. Imposition of Sanctions and/or Penalties (as at 14 October 2005)

There were no sanctions and/ or penalties imposed on the Company and its subsidiaries, Directors or management by the relevant regulatory bodies during the financial year.

10. Non-Audit Fees

There was no amount of non-audit fees paid to the external auditors by the Group and the Company during the financial year ended 30 June 2005.

11. Variation in Results

There were no variances between the audited result and the unaudited result of the Group for the financial year ended 30 June 2005.

12. Profit Forecast

The disclosure requirements for explanatory notes for profit forecast are not applicable.

13. Profit Guarantee

During the financial year, there were no profit guarantees given by the Company.

14. Material Contracts

There were no material contracts entered into by the Company and its subsidiaries involving Directors' and major shareholders' interests which were still subsisting as at the end of the financial year or if not then subsisting, entered into since the end of the previous financial year.

15. Revaluation Policy on Landed Properties

The Company has adopted a policy of regular revaluation on its landed properties in the financial year as disclosed in Note 4 of the Financial Statements.

16. List of Properties

The list of properties is stated on pages 92 to 94 of this Annual Report.

17. Related Party Transactions - Para 10.09 of the Bursa Securities Listing Requirements

Details of the transactions with related parties undertaken by the Group during the period under review are disclosed in the Listing Compliance Status laid out in this statement below and Note 23 of the Financial Statements.

LISTING COMPLIANCE STATUS

A. Shareholding

The majority of Edaran Digital Systems Berhad (EDARAN) shares are held by Bumiputera shareholders and details of the shareholdings as at 14 October 2005 are as follows:

	No. of shares	% of Paid-up Capital
MALAYSIAN		
• Bumiputera	44,465,439	74.11
• Non-Bumiputera	15,247,661	25.41
Total Malaysian	59,713,100	99.52
FOREIGN	286,900	0.48
TOTAL	60,000,000	100.00

B. Moratorium Share

There are no shares designated as moratorium shares.

C. Proceeds of the Listing Exercise

The total gross proceeds of the Rights Issue, the Placement of Shares and the Public Issue was RM 38,476,000. In the proposal, the management suggested that the amount to be utilised for several purposes, and the status of the proposed utilisation of the proceeds as at 30 June 2005 is as follows:

Proceeds	Period	Allocation (RM'000)	Expenses (RM'000)	Remaining (RM'000)
Repayment of Borrowing	2nd Qtr 2001	15,593	15,593	0
Working Capital	4th Qtr 2001	15,391	15,391	0
Listing Expenses	2nd Qtr 2001	3,000	3,000	0
Business Development	4th Qtr 2005	4,492	4,492	0
Total		38,476	38,476	0

Note: The Business Development Costs allocated for are as follows:

	Allocation (RM'000)	Expenses (RM'000)	Remaining (RM'000)
Consultancy/ Operation for "Branding and image"	600	600	0
Investment in new business (inclusive of Capex) and engagement of business consultants	3,320	3,320	0
Training, marketing and promotions to equip employees with new business direction	572	572	0
Total	4,492	4,492	0

D. Related Party Transactions

The Company has not sought any mandate from the shareholders for Recurrent Related Party Transactions (RRPT) and has not entered into any RRPT since the last AGM.

E. Overdue Debts

As at 30 June 2005, the amount owing from trade debtors is RM13.87 million (RM 19.27 million FYE 2004) of which the amount over the 365 day period is approximately RM5.88million (RM 9.9 million FYE 2004).



S

tatement of directors' responsibility in relation to the financial statements

The Board of Directors is required, under paragraph 15.27(a) of the Bursa Securities Listing Requirement, to issue a statement explaining their responsibility for preparing the annual audited financial statement.

The Directors are required by the Companies Act, 1965 to prepare financial statements for each financial year, which give a true and fair view of the state of affairs of the Group and the Company as at the end of the financial year and of their results and their cash flows for that year then ended.

The Directors consider that in preparing the financial statements,

- The Group and the Company have used appropriate accounting policies which have been consistently applied.
- Reasonable and prudent judgments and estimates were made.
- All applicable approved accounting standards in Malaysia have been followed.

The Directors are responsible for ensuring that the Company maintains accounting records with reasonable accuracy to provide the financial position of the Group and the Company, and which enable them to ensure that the financial statements comply with the Companies Act, 1965.

The Directors have taken reasonable steps to safeguard the assets of the Group, and to prevent and detect fraud and other irregularities.

This Statement is made in accordance with the Board of Directors' Resolution dated 04 October 2005.



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DIRECTORS' REPORT

The Directors of EDARAN DIGITAL SYSTEMS BERHAD, are pleased to submit their report and the audited financial statements of the Group and of the Company for the year ended 30 June 2005.

PRINCIPAL ACTIVITIES

The Company is principally an investment holding company and provider of management services. The principal activities of the subsidiaries and associate are disclosed in Notes 5 and 6 to the financial statements. There been no significant changes in activities during the year.

RESULTS OF OPERATIONS

	Group	Company
	RM	RM
Net loss for the year	289,211	623,453

In the opinion of the Directors, the operations of the Group and of the Company during the financial year have not been substantially affected by any item, transaction or event of a material and unusual nature.

DIVIDENDS

No dividend has been paid or declared by the Company since the end of the previous financial year. The Directors also do not recommend any dividend payment in respect of the current year.

RESERVES AND PROVISIONS

There were no material transfers to or from reserves or provisions during the financial year.

ISSUE OF SHARES AND DEBENTURES

The Company has not issued any shares or debentures during the financial year.

SHARE OPTIONS

No options have been granted by the Company to any parties during the financial year to take up unissued shares of the Company.

No shares have been issued during the financial year by virtue of the exercise of any option to take up unissued shares of the Company. As at the end of the financial year, there are no unissued shares of the Company under options.

OTHER FINANCIAL INFORMATION

Before the financial statements of the Group and of the Company were made out, the Directors took reasonable steps:

- (a) to ascertain that proper action had been taken in relation to the writing off of bad debts and the making of provision for doubtful debts and are satisfied themselves that all known bad debts have been written off and adequate provision for doubtful debts have been made; and
- (b) to ensure that any current assets, which were unlikely to realise their book values in the ordinary course of business have been written down to their estimated realisable values.

At the date of this report, the Directors are not aware of any circumstances:

- (a) which would render the amount written off for bad debts or the provision for doubtful debts in the financial statements of the Group and of the Company inadequate to any substantial extent; or
- (b) which would render the values attributed to current assets in the financial statements of the Group and of the Company misleading; or
- (c) which have arisen which render adherence to the existing method of valuation of assets or liabilities of the Group and of the Company misleading or inappropriate; or
- (d) not otherwise dealt with in this report or financial statements which would render any amounts stated in the financial statements of the Group and of the Company misleading.

At the date of this report, there does not exist:

- (a) any charge on the assets of the Group and of the Company which has arisen since the end of the financial year and secures the liability of any other person; or
- (b) any contingent liability of the Group and of the Company which has arisen since the end of the financial year.

No contingent or other liability has become enforceable or is likely to become enforceable within twelve months after the end of the financial year which, in the opinion of the Directors, will or may substantially affect the ability of the Group and of the Company to meet their obligations as and when they fall due.

In the opinion of the Directors, no item, transaction or event of a material and unusual nature has arisen in the interval between the end of the financial year and the date of this report which is likely to affect substantially the results of operations of the Group and of the Company for the succeeding financial year.

DIRECTORS

The following Directors served on the Board of the Company since the date of the last report:

Tan Sri Dato' Tajudin Ramli
 Dato' Abdul Halim Abdullah
 Datuk Emam Mohd Haniff Emam Mohd Hussain
 Dato' Abdul Malek Ahmad Shazili
 Dato' Hj Abdul Hamid Mustapha
 Dato' Idrus Zainol
 Bistamam Ramli
 Mohd Shu'aib Ishak
 Shaifubahrim Mohd Saleh

In accordance with Article 101 of the Articles of Association of the Company, Tan Sri Dato' Tajudin Ramli, Dato' Abdul Halim Abdullah and Dato' Hj Abdul Hamid Mustapha retire at the forthcoming Annual General Meeting and being eligible, offer themselves for re-election.

DIRECTORS' INTERESTS

The shareholdings in the Company of those who were Directors at the end of the financial year as recorded in the Register of Directors' shareholdings kept by the Company are as follows:

	Number of Ordinary Shares of RM1 each			
	As at 1.7.2004	Bought	Sold	As at 30.6.2005
Direct Interest:				
Mohd Shu'aib Ishak	1,421,428	-	-	1,421,428
Tan Sri Dato' Tajudin Ramli	2	-	-	2
Dato' Idrus Zainol	50,002	-	-	50,002
Shaifubahrim Mohd Saleh	30,000	-	-	30,000
Indirect Interest:				
Tan Sri Dato' Tajudin Ramli (Note a)	15,769,440	-	-	15,769,440
Mohd Shu'aib Ishak (Note b)	60,000	-	-	60,000

Note a: Deemed interest by virtue of his interest in Kauthar Sdn. Bhd. which holds 15,769,440 shares in the Company.

Note b: Deemed interest by virtue of the shares of the Company registered in the name of his close family member.

DIRECTORS' INTERESTS *(contd.)*

Tan Sri Dato' Tajudin Ramli by virtue of his interest in shares in the Company is also deemed interested in shares of all the Company's subsidiaries to the extent the Company has an interest.

None of the other Directors at the end of the financial year had any interest in shares in the Company or its related corporations during the financial year.

DIRECTORS' BENEFITS

Since the end of the previous financial year, none of the Directors of the Company has received or become entitled to receive any benefit (except for Directors' remuneration disclosed in the financial statements) by reason of a contract made by the Company with the Director or a related corporation with a Director or with a firm of which he is a member, or with a company in which he has a substantial interest.

During and at the end of the financial year, no arrangement subsisted to which the Company was a party with the object of enabling Directors of the Company to acquire benefits by means of the acquisition of shares in, or debentures of the Company or any other body corporate.

AUDITORS

The auditors, Messrs MEA & CO., have indicated their willingness to continue in office.

Signed on behalf of the Board in accordance with a resolution of the Directors

DATO' ABDUL HALIM ABDULLAH

Kuala Lumpur

4 October 2005

BISTAMAM RAMLI



REPORT OF THE AUDITORS TO THE MEMBERS OF EDARAN DIGITAL SYSTEMS BERHAD (241644 W) (Incorporated in Malaysia)

We have audited the financial statements set out on pages 53 to 88. The preparation of the financial statements is the responsibility of the directors. Our responsibility is to express an opinion on the financial statements based on our audit.

It is our responsibility to form an independent opinion, based on our audit, on those financial statements and to report our opinion to you, as a body, in accordance with Section 174 of the Companies Act, 1965 and for no other purpose. We do not assume responsibility towards any other person for the content of this report.

We have conducted our audit in accordance with approved Standards on Auditing in Malaysia. These standards require that we plan and perform the audit to obtain all the information and explanations which we consider necessary to provide us with evidence to give reasonable assurance that the financial statements are free of material misstatement. An audit includes examining on a test basis, evidence relevant to the amounts and disclosures in the financial statements. An audit also includes an assessment of the accounting principles used and significant estimates made by the Directors as well as evaluating the overall adequacy of the presentation of information in the financial statements. We believe our audit provides a reasonable basis for our opinion.

In our opinion:

- (a) the financial statements are properly drawn up in accordance with the provisions of the Companies Act, 1965 and the applicable approved accounting standards in Malaysia so as to give a true and fair view of:
 - (i) the state of affairs of the Group and of the Company as at 30 June 2005 and of their results and cash flows for the year ended on that date; and
 - (ii) the matters required by Section 169 of the Companies Act, 1965 to be dealt with in the financial statements; and
- (b) the accounting and other records and registers required by the Act to be kept by the Company and its subsidiaries have been properly kept in accordance with the provisions of the Act.

We are satisfied that the financial statements of the subsidiaries that have been consolidated with the financial statements of the company are in form and content appropriate and proper for the purposes of preparation of the consolidated financial statements and have received satisfactory information and explanations required by us for those purposes.

Our audit reports on the financial statements of the subsidiaries were not subject to any qualification and did not include any comment required to be made under Section 174 (3) of the Companies Act, 1965.

MEA & CO.
AF 0744
Chartered Accountants

Kuala Lumpur
4 October 2005

MEA FATT LEONG
1346/8/07 (J)
Partner of the firm

CONSOLIDATED BALANCE SHEET

AS AT 30 JUNE 2005

	Note	2005 RM	2004 RM
NON-CURRENT ASSETS			
Property, plant and equipment	4	21,448,120	22,815,223
Investment in associate	6	71,143	222,320
Other investment		10,502	10,502
		21,529,765	23,048,045
CURRENT ASSETS			
Amounts due from customers on contracts	7	1,024,645	902,634
Inventories		-	10,932
Trade receivables	8	13,866,187	19,272,071
Other receivables	9	734,050	1,372,503
Tax recoverable		3,980,455	4,014,762
Amount due from associate	11	2,000	13,904
Deposits with licensed banks	12	17,817,157	30,285,211
Cash at bank and in hand		4,271,798	3,364,917
		41,696,292	59,236,934
Less:			
CURRENT LIABILITIES			
Amounts due to customers on contracts	7	1,018,607	467,786
Trade payables	13	6,411,598	9,194,234
Other payables	14	2,156,367	1,690,125
Borrowings	15	5,062,999	1,035,272
		14,649,571	12,387,417
Net Current Assets		27,046,721	46,849,517
		48,576,486	69,897,562
Financed by:			
SHARE CAPITAL	17	60,000,000	60,000,000
SHARE PREMIUM		8,004,347	8,004,347
ACCUMULATED LOSS		(22,549,137)	(22,259,926)
Shareholders' Equity		45,455,210	45,744,421
BORROWINGS	15	3,121,276	24,153,141
		48,576,486	69,897,562

B

Balance sheet

BALANCE SHEET

AS AT 30 JUNE 2005

	Note	2005 RM	2004 RM
PLANT AND EQUIPMENT	4	317,154	428,857
INVESTMENT IN SUBSIDIARIES	5	25,500,734	25,500,734
CURRENT ASSETS			
Sundry receivables	9	43,993	69,359
Tax recoverable		232,770	232,770
Amount due from subsidiaries	10	31,351,567	23,242,545
Cash and bank balances		244,261	588,421
		31,872,591	24,133,095
Less:			
CURRENT LIABILITIES			
Sundry payables and accruals	14	228,981	133,091
Amount due to a subsidiary	10	18,600,403	10,421,137
Hire purchase payable	16	26,152	23,910
		18,855,536	10,578,138
Net Current Assets		13,017,055	13,554,957
		38,834,943	39,484,548
Financed by:			
SHARE CAPITAL	17	60,000,000	60,000,000
SHARE PREMIUM		8,004,347	8,004,347
ACCUMULATED LOSSES		(29,169,404)	(28,545,951)
Shareholders' Equity		38,834,943	39,458,396
HIRE PURCHASE PAYABLE	16	-	26,152
		38,834,943	39,484,548

C

Consolidated statement of changes in equity

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

FOR THE YEAR ENDED 30 JUNE 2005

	Share Capital	Share Premium	Accumulated Loss	Total
	RM	RM	RM	RM
At 1.7.2004				
As previously reported	60,000,000	8,004,347	(21,356,242)	46,648,105
Prior year adjustment (Note 19)	-	-	(903,684)	(903,684)
As restated	60,000,000	8,004,347	(22,259,926)	45,744,421
Net loss for the year	-	-	(289,211)	(289,211)
At 30.6.2005	60,000,000	8,004,347	(22,549,137)	45,455,210
At 1.7.2003				
As previously reported	60,000,000	8,004,347	(12,674,226)	55,330,121
Prior year adjustment (Note 19)	-	-	(903,684)	(903,684)
As restated	60,000,000	8,004,347	(13,577,910)	54,426,437
Net loss for the year	-	-	(8,682,016)	(8,682,016)
At 30.6.2004	60,000,000	8,004,347	(22,259,926)	45,744,421

S

tatement of changes in equity

STATEMENT OF CHANGES IN EQUITY

FOR THE YEAR ENDED 30 JUNE 2005

	Share Capital	Share Premium	Accumulated Loss	Total
	RM	RM	RM	RM
At 1.7.2004	60,000,000	8,004,347	(28,545,951)	39,458,396
Net loss for the year	-	-	(623,453)	(623,453)
At 30.6.2005	60,000,000	8,004,347	(29,169,404)	38,834,943
At 1.7.2003	60,000,000	8,004,347	(11,877,594)	56,126,753
Net loss for the year	-	-	(16,668,357)	(16,668,357)
At 30.6.2004	60,000,000	8,004,347	(28,545,951)	39,458,396

CONSOLIDATED INCOME STATEMENT

FOR THE YEAR ENDED 30 JUNE 2005

	Note	2005 RM	2004 RM
Revenue			
Contract revenue		14,307,670	34,273,057
Invoiced value of goods sold		-	4,343,203
Invoiced value of services rendered		18,835,229	1,540,248
		33,142,899	40,156,508
Cost of sales		(17,745,874)	(33,783,824)
Gross profit		15,397,025	6,372,684
Other operating income		2,126,872	5,394,750
Depreciation	4	(1,503,619)	(1,624,688)
Staff costs		(5,794,630)	(5,521,744)
Other operating expenses		(6,955,638)	(9,071,914)
Profit/(loss) from operations		3,270,010	(4,450,912)
Finance costs		(3,521,201)	(3,022,490)
Loss before taxation	20	(251,191)	(7,473,402)
Taxation	21	(38,020)	(1,208,614)
Net loss after taxation attributable to the group		(289,211)	(8,682,016)
Loss per share (sen)	25	(0.48)	(14.47)

I

Income statement

INCOME STATEMENT

FOR THE YEAR ENDED 30 JUNE 2005

	Note	2005 RM	2004 RM
Revenue		648,000	756,000
Other operating income		608,163	749,334
Depreciation	4	(207,192)	(163,878)
Staff costs		(1,161,091)	(1,209,190)
Other operating expenses		(507,739)	(16,794,945)
Loss from operations		(619,859)	(16,662,679)
Finance costs		(3,594)	(5,678)
Loss before taxation	20	(623,453)	(16,668,357)
Taxation	21	-	-
Net loss for the year		(623,453)	(16,668,357)

CONSOLIDATED CASH FLOW STATEMENT

FOR THE YEAR ENDED 30 JUNE 2005

	2005 RM	2004 RM
CASH FLOWS FROM OPERATING ACTIVITIES		
Loss before taxation	(251,191)	(7,473,402)
Adjustment for non-cash items :		
Bad debts written off	-	25,984
Depreciation	1,503,619	1,624,688
Interest expense	3,521,201	3,022,490
Interest income	(732,567)	(748,717)
Impairment loss on investment in associate	151,177	14,760
Impairment loss on other investments	-	91,500
Gain on disposal of property, plant & equipment	(133,575)	(95,692)
Loss on foreign exchange	-	4,420
Provision for doubtful debts	1,322,781	2,614,717
Operating profit / (loss) before working capital changes	5,381,445	(919,252)
Decrease/(increase) in inventories	10,932	(10,932)
Decrease in receivables	4,721,556	61,557,964
(Increase)/decrease in amounts due from customers on contracts	(122,011)	9,528,672
Increase/(decrease) in amounts due to customers on contracts	550,821	(3,395,744)
Decrease in payables	(2,316,394)	(23,005,027)
Decrease/(increase) in amounts due from associate	11,904	(8,000)
Cash generated from operating activities	8,238,253	43,747,681
Tax paid	(3,713)	(2,157,634)
Interest paid	(3,163,475)	(2,500,937)
Interest received	732,567	748,717
	5,803,632	39,837,827
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(333,978)	(260,675)
Proceeds from disposal of property, plant and equipment	331,037	95,700
	(2,941)	(164,975)

CONSOLIDATED CASH FLOW STATEMENT *(contd.)*

FOR THE YEAR ENDED 30 JUNE 2005

	2005 RM	2004 RM
CASH FLOWS FROM FINANCING ACTIVITIES		
Repayment of hire purchase payables	(578,448)	(386,163)
Repayment of term loan	(550,690)	(510,160)
Interest paid	(357,726)	(521,553)
Repayment of Murabahah commercial papers	-	(40,000,000)
Repayment of Murabahah medium term notes	(20,000,000)	-
Increase/(decrease) of trust receipts	4,125,000	(12,043,072)
Decrease in deposits pledged as security with licensed bank	9,393,906	10,215,901
	(7,967,958)	(43,245,047)
NET DECREASE IN CASH AND CASH EQUIVALENTS	(2,167,267)	(3,572,195)
Effects of exchange rate changes	-	(4,420)
Balance at beginning of year	16,122,612	19,699,227
Balance at end of year	13,955,345	16,122,612
CASH AND CASH EQUIVALENTS CONSIST OF:		
Cash and bank balances	4,271,798	3,364,917
Deposits with licensed banks	17,817,157	30,285,211
	22,088,955	33,650,128
Less: Deposits pledged as security with licensed banks	(8,133,610)	(17,527,516)
	13,955,345	16,122,612

C

a s h f l o w s t a t e m e n t

CASH FLOW STATEMENT

FOR THE YEAR ENDED 30 JUNE 2005

	2005 RM	2004 RM
CASH FLOWS FROM OPERATING ACTIVITIES		
Loss before taxation	(623,453)	(16,668,357)
Adjustment for non-cash items :		
Depreciation	207,192	163,878
Interest expense	3,594	5,678
Interest income	(608,163)	(739,825)
Impairment loss for investment in subsidiary	-	16,000,000
Operating loss before working capital changes	(1,020,830)	(1,238,626)
Decrease in receivables	25,366	9,913
Increase/(decrease) in payables	95,890	(17,053)
Cash generated used in operating activities	(899,574)	(1,245,766)
Tax paid	-	(107,500)
Interest paid	(3,594)	(5,678)
Interest received	608,163	739,825
	(295,005)	(619,119)
CASH FLOWS FROM INVESTING ACTIVITIES		
Additional investment in subsidiaries	-	(20,000,000)
Purchase of property, plant and equipment	(95,489)	(114,430)
Repayment from subsidiary companies	70,244	21,029,409
	(25,245)	914,979
CASH FLOWS FROM FINANCING ACTIVITIES		
Repayment of hire purchase payables	(23,910)	(21,827)
NET (DECREASE) / INCREASE IN CASH AND CASH EQUIVALENT	(344,160)	274,033
Balance at beginning of year	588,421	314,388
Balance at end of year	244,261	588,421
CASH AND CASH EQUIVALENT CONSIST OF:		
Cash and bank balances	244,261	588,421

NOTES TO THE FINANCIAL STATEMENTS

1. GENERAL INFORMATION

The Company is a public limited liability company, incorporated and domiciled in Malaysia, and is listed on the Main Board of the Bursa Malaysia Securities Berhad.

The Company is principally an investment holding company and provider of management services. The principal activities of the subsidiaries and associate are disclosed in Notes 5 and 6 to the financial statements. There have been no significant changes in activities during the year.

The number of employees in the Group and Company as at the end of the financial year is 95 (88 in 2004) and 17 (14 in 2004) respectively.

The registered office of the Company is located at No. 33-1 Jalan 2/76C, Desa Pandan, 55100 Kuala Lumpur.

The principal place of business of the Company is located at No. 32 Jalan 1/76C, Desa Pandan, 55100 Kuala Lumpur.

The financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the Directors on 4 October 2005.

2. BASIS OF ACCOUNTING

The financial statements of the Group and of the Company have been prepared under the historical cost convention except for the revaluation of leasehold land and buildings included in property, plant and equipment.

The financial statements have been prepared in accordance with the applicable approved accounting standards in Malaysia and the provisions of the Companies Act, 1965.

3. SIGNIFICANT ACCOUNTING POLICIES

(a) Basis of Consolidation

The Group financial statements consolidate the audited financial statements of the parent Company and its subsidiary companies, which have been prepared in accordance with the Group's accounting policies.

Subsidiary companies are those companies in which the Group has power to exercise control over the financial and operating policies so as to obtain benefits therefrom.

All inter-company transactions, balances and unrealised gains on transactions between group companies are eliminated; unrealised losses are also eliminated unless cost cannot be recovered.

Subsidiary companies are consolidated using the acquisition method of accounting from the date on which the control transferred to the Group and are no longer consolidated from the date that control ceases. The gain or loss on disposal of a subsidiary company is the difference between net disposal proceeds and the Group's share of its net assets together with any unamortised balance of goodwill on acquisition and exchange differences.

(b) Associate

An associate is a company in which the Company has a long term equity interest and where it exercises significant influence over the financial and operating policies.

Investment in associate is stated at cost less impairment losses. Investment in associate is accounted for in the consolidated financial statements by the cost method of accounting. The results of the associate has not been equity accounted as the directors are of the opinion that the associate is not intended to be held for long term. Details of the associate and the effect on the income statement and investment in associate had the equity method been applied is disclosed in Note 6.

(c) Investments in Subsidiary and Associate

The Company's investments in subsidiary and associate are stated at cost less impairment losses. The policy for the recognition and measurement of impairment losses is in accordance with Note 3(n)

On disposal of such investments, the difference between net disposal proceeds and their carrying amounts is recognized in the income statement.

(d) Property, Plant and Equipment and Depreciation

Property, plant and equipment are stated at cost net of accumulated depreciation and impairment losses. Cost comprises purchase cost and any incidental costs of acquisition. The policy for the recognition and measurement of the impairment losses is in accordance with Note 3(n).

Leasehold land and buildings are stated at valuation less accumulated depreciation and impairment losses. Revaluation are made at least once in every five years based on a valuation by an independent valuer on an open market value basis. Any revaluation increase is credited to equity as a revaluation surplus, except to the extent that it reverses a revaluation decrease for the same asset previously recognized as an expenses, in which case the increase is recognized in the income statement to the extent of the decrease previously recognized. A revaluation decrease is first offset against an increase on unutilized earlier valuations in respect of the same asset and is thereafter recognized as an expense. Upon the disposal of revalued assets, the attributable revaluation surplus remaining is transferred to retained profits.

Leasehold land is depreciated over the period of the respective leases which range from 88 to 90 years. All other property, plant and equipment are depreciated on a straight-line basis to write off the cost of each asset to their residual value over the estimated useful lives at the following annual rates:

Buildings	2%
Furniture & fittings	20%
Office equipment	20 - 33.33%
Renovation	20 - 33.33%
Motor vehicles	20%
Equipment tools	20%
Gymnasium equipment	20%

Upon the disposal of an item of property, plant and equipment, the difference between the net disposal proceeds and the carrying amount is recognized in the income statement and the unutilised portion of the revaluation surplus on the item is taken directly to retained profits.

(e) Contract Work-In-Progress

When the outcome of a contract cannot be estimated reliably, contract revenue and contract costs are recognised as revenue and expenses respectively by reference to the stage of completion of the contract activity at the balance sheet date. The stage of completion is measured by reference to the proportion of contract costs incurred for work performed to date to the estimated total contract costs.

When the outcome of a contract can be estimated reliably, contract revenue is recognised to the extent of contract costs incurred that it is probable will be recoverable. Contract costs are recognised as expenses in the period in which they are incurred.

When it is probable that the total contract costs will exceed total contract revenue, the expected loss is recognised as an expense immediately.

When the total costs incurred on contracts plus recognised profits (less recognised losses), exceeds progress billings, the balance is classified as amount due from customers on contracts. When progress billings exceed costs incurred plus, recognised profits (less recognised losses), the balance is classified as amount due to customers on contracts.

(f) Inventories

Inventories are valued at the lower of cost (determine on the weighted average basis) and net realisable value after adequate allowance has been made for damaged, obsolete and slow moving items. Net realisable value represents the estimated selling price less all estimated costs to completion and costs to be incurred in marketing, selling and distribution.

(g) Receivables

Trade and sundry receivables are carried at anticipated realisation values. Bad debts are written off when identified. An estimate is made for doubtful debts based on a review of all outstanding amounts as at balance sheet date.

(h) Cash and Cash Equivalents

For the purposes of the cash flow statement, cash and cash equivalents include cash in hand and at banks and deposits at call and short term highly liquid investments which have an insignificant risk of changes in value, net of outstanding bank overdrafts.

(i) Trade Payables

Trade payables are stated at cost which is the fair value of the consideration to be paid in the future for goods and services received.

(j) Lease

A lease is recognised as a finance lease if it transfers substantially to the Group all the risk and rewards incident to ownership. All other leases are classified as operating leases.

(i) Finance lease

Assets acquired by way of hire purchase or finance leases are stated at an amount equal to the lower of their fair values and the present value of the minimum lease payments at the inception of the leases, less accumulated depreciation and impairment losses. The corresponding liability is included in the balance sheet as borrowings.

Lease payments are apportioned between the finance costs and the reduction of the outstanding liability. Finance costs are recognised as an expense in the income statement over the term of the relevant lease so as to produce a constant periodic rate of charge on the remaining balance of the obligation for each accounting period.

The depreciation policy for leased assets is consistent with that for depreciable property, plant and equipment as described in the accounting policy for property, plant and equipment.

(ii) Operating Lease

Operating lease payments are recognised as an expense in the income statement on the straight-line basis over the term of the relevant lease.

(k) Provision for Liabilities

Provision for liabilities are made when the Group has a present legal or constructive obligation as a result of past events, it is probable that an outflow of resources will be recognised to settle the obligation and a reliable estimate of the amount can be made.

(l) Revenue Recognition

Revenue is recognised when it is probable that the economic benefits associated with the transaction will flow to the enterprise and the amount of the revenue can be measured reliably.

- (i) Revenue from contract works is accounted for by the stage of completion method as described in Note 3(e).
- (ii) Revenue relating to sale of goods is recognised upon transfer of risks and reward.
- (iii) Revenue from services rendered is recognised as and when the services are performed.
- (iv) Interest income is recognised on a time proportion basis that reflects the effective yield on the asset.
- (v) Rental income is recognised on an accrual basis.
- (vi) Dividend income is recognised when the right to receive payment is established.

(m) Income Tax

Income tax on the profit or loss for the year comprises current and deferred tax. Current tax is expected amount of income taxes payable in respect of the taxable profit for the year based on the statutory tax rate at the balance sheet date.

Deferred taxation is computed using the 'liability' method, on temporary differences at the balance sheet date between the tax bases of assets and liabilities and their carrying amounts in the financial statements. In principle, deferred tax liabilities are recognised for all taxable temporary difference and deferred tax assets are recognised for all deductible temporary differences; unused tax losses and unused tax credits to the extent that it is probable the taxable profits will be available against which the deductible temporary differences, unused tax losses and unused tax credits can be utilised.

(n) Impairment of Assets

At each balance sheet date, the Group reviews the carrying amounts of its assets to determine whether there is any indication of impairment. If any such indication exists, impairment is measured by comparing the carrying values of the assets with their recoverable amounts. Recoverable amount is the higher of net selling price and value in use, which is measured by reference to discounted future cash flows.

An impairment loss is recognised as an expense in the income statement immediately, unless the asset is carried at a revalued amount. Any impairment loss of the revalued asset is treated as a revaluation decrease to the extent of any unutilised revaluation surplus previously recognised for the same asset.

Reversal of impairment losses recognised in prior years is recorded when the impairment losses recognised for the asset no longer exist or have decreased.

(o) Financial Instruments

The particular recognition method adopted for financial instruments recognised on the balance sheet is disclosed in the individual policy statements associated with each item. The carrying value for financial assets and liabilities with tenure to maturity of less than one year are assumed to approximate their fair value.

(p) Employee Benefits

(i) Short term benefits

Wages, salaries, bonuses and social security contributions are recognised as an expense in the year which the associated services are rendered by employees of the Group. Short term accumulating compensated absences such as paid annual leave are recognised when services are rendered by employees that increase their entitlement to future compensated absences, and short term non-accumulating compensated absences such as sick leave are recognised when the absences occur.

(ii) Defined contribution plans

As required by law, the Group makes contributions to the Employees Provident Fund (EPF). Such contributions are recognised as an expense in the income statement as incurred.

(q) Foreign Currencies

Foreign currencies transactions are initially converted into Ringgit Malaysia at rates of exchange ruling at the date of the transaction. At each balance sheet date, foreign currency monetary items are translated into Ringgit Malaysia at exchange rates ruling at that date. Non-monetary items initially denominated in foreign currencies, which are carried at historical costs are translated using the historical rates at the date of acquisition and non-monetary items which are carried at fair value are translated using the exchange rate that existed when the values were determined. All exchange differences are taken in the income statement.

4. PROPERTY, PLANT AND EQUIPMENT

Group

	At 1.7.2004	Additions	Disposals	At 30.6.2005
	RM	RM	RM	RM
Cost				
Long leasehold land	6,337,555	-	-	6,337,555
Freehold land	8,645,144	-	-	8,645,144
Buildings	6,197,188	-	-	6,197,188
Furniture and fittings	465,310	18,420	-	483,730
Office equipment	2,675,705	273,509	(1,030)	2,948,184
Renovations	1,286,116	26,564	-	1,312,680
Motor vehicles	4,230,461	-	(693,671)	3,536,790
Equipment tools	965,055	15,485	-	980,540
Gymnasium equipment	31,170	-	-	31,170
	30,833,704	333,978	(694,701)	30,472,981
Accumulated Depreciation				
Long leasehold land	396,941	71,301	-	468,242
Freehold land	-	-	-	-
Buildings	537,429	123,943	-	661,372
Furniture and fittings	367,510	43,604	-	411,114
Office equipment	2,069,498	405,142	-	2,474,640
Renovations	906,279	169,370	-	1,075,649
Motor vehicles	2,898,114	622,299	(497,239)	3,023,174
Equipment tools	829,260	61,726	-	890,986
Gymnasium equipment	13,450	6,234	-	19,684
	8,018,481	1,503,619	(497,239)	9,024,861
Net Book Value				
Long leasehold land	5,940,614	(71,301)	-	5,869,313
Freehold land	8,645,144	-	-	8,645,144
Buildings	5,659,759	(123,943)	-	5,535,816
Furniture and fittings	97,800	(25,184)	-	72,616
Office equipment	606,207	(131,633)	(1,030)	473,544
Renovations	379,837	(142,806)	-	237,031
Motor vehicles	1,332,347	(622,299)	(196,432)	513,616
Equipment tools	135,795	(46,241)	-	89,554
Gymnasium equipment	17,720	(6,234)	-	11,486
	22,815,223	(1,169,641)	(197,462)	21,448,120

4. PROPERTY, PLANT AND EQUIPMENT (Contd.)

Company

	At 1.7.2004	Additions	Disposals	At 30.6.2005
	RM	RM	RM	RM
Cost				
Office equipment	374,369	80,825	-	455,194
Renovations	232,396	14,664	-	247,060
Motor vehicles	158,710	-	-	158,710
Gymnasium equipment	31,170	-	-	31,170
	796,645	95,489	-	892,134

Accumulated Depreciation

Office equipment	153,230	119,015	-	272,245
Renovations	103,237	50,201	-	153,438
Motor vehicles	97,871	31,742	-	129,613
Gymnasium equipment	13,450	6,234	-	19,684
	367,788	207,192	-	574,980

Net Book Value

Office equipment	221,139	(38,190)	-	182,949
Renovations	129,159	(35,537)	-	93,622
Motor vehicles	60,839	(31,742)	-	29,097
Gymnasium equipment	17,720	(6,234)	-	11,486
	428,857	(111,703)	-	317,154

Depreciation charge for year 2004

	Group	Company
	RM	RM
Long leasehold land	71,301	-
Buildings	123,943	-
Furniture and fittings	52,559	-
Office equipment	404,087	-
Renovations	169,804	82,878
Motor vehicles	732,635	43,024
Equipment tools	64,125	31,742
Gymnasium equipment	6,234	6,234
	1,624,688	163,878

4. PROPERTY, PLANT AND EQUIPMENT (Contd.)

- (i) On 30 November 2000, the leasehold land and buildings of the subsidiary companies were revalued by the Directors based on an independent professional valuation using an existing use basis. The revaluation deficit of RM1,148,004 arising from the revaluation was debited against the income statement and the asset revaluation reserve amounting to RM366,434 and RM781,570 respectively. The leasehold land has an unexpired lease term of 81 years.

Had the revalued leasehold land and buildings been carried at historical cost, the net book value of the leasehold land and buildings that would have been included in the financial statements of the Group as at 30 June 2005 would have been RM4,436,098 (RM4,507,669 in 2004) and RM5,049,435 (RM5,184,026 in 2004).

- (ii) Long leasehold land and buildings of the Group with a total cost of RM7,834,743 (RM7,834,743 in 2004) and net book value of RM7,010,648 (RM7,139,235 in 2004) and a freehold land with a total cost of RM8,645,144 (RM8,645,144 in 2004) have been pledged to financial institutions for credit facilities granted to certain subsidiary companies.
- (iii) Included above are motor vehicles acquired under hire purchase arrangement for the Group and the Company with net book value of RM347,886 (RM960,833 in 2004) and RM 29,096 (RM60,839 in 2004) respectively.

5. INVESTMENT IN SUBSIDIARY COMPANY

	Company	
	2005	2004
	RM	RM
Unquoted shares, at cost	52,664,208	52,664,208
Less: Accumulated impairment losses	(27,163,474)	(27,163,474)
	25,500,734	25,500,734

The details of the subsidiary company are as follows:

Name of subsidiary	Equity Interest		Country of Incorporation	Principal Activities
	2005	2004		
Elitemac Resources Sdn. Bhd.	100%	100%	Malaysia	Investment holding and provisioning, installation, commissioning, and maintenance of power supply equipment for telecommunication systems.
Edaran Komputer Sdn. Bhd.	100%	100%	Malaysia	Provisioning, installation, commissioning, integration and maintenance of information technology products and related services.
SIDIC Technology Sdn. Bhd.	100%	100%	Malaysia	Technology provider for the smart technology industry.
MIDC Technology Sdn. Bhd.	100%	100%	Malaysia	Technology provider for the integrated data centre. Ceased business operations since year 2003.
<u>Subsidiary of Elitemac Resources Sdn. Bhd.</u>				
Edaran Communications Sdn. Bhd.	100%	100%	Malaysia	Provisioning, installation, commissioning, integration and maintenance of telecommunication equipment and related services.

6. INVESTMENT IN ASSOCIATE

	Group	
	2005	2004
	RM	RM
Unquoted shares, at cost	490,000	490,000
Less: Accumulated impairment losses	(418,857)	(267,680)
	71,143	222,320

The associated company, Advanced Communication Solutions Sdn. Bhd., a company incorporated in Malaysia, in which the Group has a 49% (49% in 2004) interest is principally involved in the supplying, delivering, installing, testing and commissioning digital switches and providing engineering and training services.

As disclosed in Note 3(c) to the financial statements, the investment in associate is accounted for in the consolidated financial statements under the cost method.

Had the equity method of accounting been applied to the extent quantifiable based on the unaudited management financial statements, the carrying amount of investment in the associate would have been as follows:

	Group	
	2005	2004
	RM	RM
Unquoted shares, at cost	490,000	490,000
Less: Accumulated impairment losses	(418,857)	(267,680)
	71,143	222,320
Represented by		
Share of net assets	71,143	222,320

6. INVESTMENT IN ASSOCIATE (Contd.)

Had the equity method of accounting been applied to the extent quantifiable based on the unaudited management financial statements, the income statement of the Group would have been as follows:

	2005	2004
	RM	RM
Loss before taxation and share of loss of associate	(251,191)	(7,473,402)
Elimination of impairment of investment	151,177	14,760
Share of loss of associate	(151,177)	(14,760)
Loss before taxation	(251,191)	(7,473,402)
Taxation before share of tax of associate	(38,020)	(1,208,614)
Loss after taxation	(289,211)	(8,682,016)

7. CONTRACT WORK-IN-PROGRESS

	Group		Company	
	2005	2004	2005	2004
	RM	RM	RM	RM
Cost	300,819,129	282,202,672	-	-
Profit recognised	62,107,464	50,886,196	-	-
Progress billings	(362,920,555)	(332,654,020)	-	-
	6,038	434,848	-	-
Analysis of advance billings				
Amount due from customers	1,024,645	902,634	-	-
Amount due to customers	(1,018,607)	(467,786)	-	-
	6,038	434,848	-	-
Contract revenue recognised revenue	28,962,324	34,273,057	-	-
Contract revenue recognised expense	15,635,025	28,273,621	-	-

8. TRADE RECEIVABLES

	Group		Company	
	2005	2004	2005	2004
	RM	RM	RM	RM
Trade receivables	46,383,723	50,819,159	-	-
Less: Provision for doubtful debts	(32,517,536)	(31,547,088)	-	-
	13,866,187	19,272,071	-	-

The Group's normal trade credit term ranges from 30 to 90 days. Other credit terms are assessed and approved on a case-by-case basis.

As at balance sheet date, the Group has significant concentration of credit risk in the form of outstanding balances due from 5 customers representing 75% of total net trade receivables.

Included in trade receivables of the Group are debts amounting to RM7,627,841 (RM9,879,728 in 2004) which have been outstanding beyond 1 year. The Directors, upon assessing the debts, are of the view that these debts are recoverable and that there is no indication to suggest that the debtors are unable to effect settlement. The Directors have also affirmed their intention to pursue the full recovery of these debts and accordingly, no further provision for doubtful recovery is deemed required.

9. OTHER RECEIVABLES

	Group		Company	
	2005	2004	2005	2004
	RM	RM	RM	RM
Other receivables	235,642	277,080	43,293	39,231
Amount due by related company	263,586	248,586	-	-
Deposits	3,760,122	3,796,882	700	29,828
Prepayment	51,296	669,737	-	300
	4,310,646	4,992,285	43,993	69,359
Less: Provision for doubtful debts	(3,576,596)	(3,619,782)	-	-
	734,050	1,372,503	43,993	69,359

10. AMOUNT DUE FROM/(TO) SUBSIDIARY COMPANIES

The amount due from subsidiary companies are charged at interest rate of 4% (4% in 2004), unsecured and has no fixed term of repayment.

The amount due to subsidiary companies are interest-free, unsecured and has no fixed term of repayment.

11. AMOUNT DUE FROM ASSOCIATE

The amount due from associate is interest-free, unsecured and has no fixed term of repayment.

12. DEPOSITS WITH LICENSED BANKS

Deposits with licensed banks of the Group amounting to RM8,133,610 (RM17,527,516) are pledged to banks for credit facilities granted to certain subsidiaries as referred to Note 15.

The interest rates and average maturities of deposits of the Group as at 30 June 2005 range from 2.50% to 4.05% per annum and between 21 to 365 days respectively.

13. TRADE PAYABLES

The normal trade credit terms granted to the Group range from 30 to 90 days.

14. OTHER PAYABLES

	Group		Company	
	2005	2004	2005	2004
	RM	RM	RM	RM
Other payables	128,764	200,711	11,396	11,396
Accruals	2,027,603	1,489,414	217,585	121,695
	2,156,367	1,690,125	228,981	133,091

15. BORROWINGS

	Group		Company	
	2005	2004	2005	2004
	RM	RM	RM	RM
Short Term Borrowings				
Term loans	573,202	533,566	-	-
Trust receipts	4,125,000	-	-	-
Hire purchase payable (Note 16)	364,797	501,706	26,152	23,910
	5,062,999	1,035,272	26,152	23,910
Long Term Borrowings				
Term loans	3,055,473	3,645,799	-	-
Hire purchase payable (Note 16)	65,803	507,342	-	26,152
Murabahah medium term notes	-	20,000,000	-	-
	3,121,276	24,153,141	-	26,152
Total Borrowings				
Murabahah medium term notes	-	20,000,000	-	-
Term loans	3,628,675	4,179,365	-	-
Trust receipts	4,125,000	-	-	-
Hire purchase payable (Note 16)	430,600	1,009,048	26,152	50,062
	8,184,275	25,188,413	26,152	50,062
Maturity of borrowings (excluding hire purchase)				
Within one year	4,698,204	533,566	-	-
More than 1 year and less than 2 years	573,204	20,533,56	-	-
More than 2 years and less than 5 years	1,719,612	1,600,698	-	-
More than 5 years	762,655	1,511,535	-	-
	7,753,675	24,179,365	-	-

The weighted average effective interest rates at the balance sheet date for borrowings, excluding hire purchase payables, were as follows:

	Group		Company	
	2005	2004	2005	2004
	%	%	%	%
Murabahah medium term notes	-	8.55	-	-
Trust receipts	7.80	-	-	-
Term loans	7.50	7.50	-	-

The term loan of the Group is secured by a legal charge over a freehold land of a subsidiary company and the corporate guarantee of the Company.

The other bank borrowings of the Group are secured by way of the following:-

- (i) legal charges over the leasehold land and buildings of certain subsidiary companies as disclosed in Note 4;
- (ii) certain fixed deposits of the subsidiary companies as disclosed in Note 12;
- (iii) assignment of contract proceeds of certain subsidiary companies;
- (iv) corporate guarantee of the Company;
- (v) joint and several guarantee by the Directors of certain subsidiary companies.

16. HIRE PURCHASE PAYABLES

	Group		Company	
	2005	2004	2005	2004
	RM	RM	RM	RM
Minimum lease payments:				
Not later than one year	385,824	572,716	27,484	27,504
More than 1 year and less than 2 years	66,069	463,484	-	27,484
More than 2 years and less than 5 years	1,365	67,259	-	-
	453,258	1,103,459	27,484	54,988
Less: Future finance charges	(22,658)	(94,411)	(1,332)	(4,926)
Present value of finance lease liabilities	430,600	1,009,048	26,152	50,062
Present value of finance lease liabilities:				
Not later than one year	364,797	501,706	26,152	23,910
More than 1 year and less than 2 years	64,386	441,707	-	26,152
More than 2 years and less than 5 years	1,417	65,635	-	-
	430,600	1,009,048	26,152	50,062
Analysed as:				
Due within 12 months (Note 15)	364,797	501,706	26,152	23,910
Due after 12 months (Note 15)	65,803	507,342	-	26,152
	430,600	1,009,048	26,152	50,062

The hire purchase payables bear interest at range of 4.95% to 9.16% per annum (4.95% to 9.16% in 2004).

17. SHARE CAPITAL

	2005	2004
	RM	RM
Ordinary shares of RM1 each		
Authorised	100,000,000	100,000,000
Issued and fully paid	60,000,000	60,000,000

18. DEFERRED TAX LIABILITIES

	Group		Company	
	2005	2004	2005	2004
	RM	RM	RM	RM
At beginning of year	-	79,760	-	-
Recognised in the income statement	-	(79,760)	-	-
At end of year	-	-	-	-

The deferred tax liabilities prior to offsetting are in respect of the following:

	Group		Company	
	2005	2004	2005	2004
	RM	RM	RM	RM
Revaluation of leasehold land and buildings	579,706	587,001	-	-
Capital allowances claimed in advance of depreciation	283,220	1,348,275	16,977	38,146
	862,926	1,935,276	16,977	38,146

The deferred tax assets prior to offsetting are in respect of the following:

	Group		Company	
	2005	2004	2005	2004
	RM	RM	RM	RM
Unused tax losses	(706,007)	(1,486,772)	-	-
Unabsorbed capital allowances	(156,919)	(448,504)	(16,977)	(38,146)
	(862,926)	(1,935,276)	(16,977)	(38,146)

18. DEFERRED TAX LIABILITIES (Contd.)

Deferred tax assets have not been recognised in respect of the following items:

	Group		Company	
	2005	2004	2005	2004
	RM	RM	RM	RM
Unused tax losses	7,165,290	7,235,504	179,177	137,357
Unabsorbed capital allowances	518,785	342,420	83,816	74,408
	7,684,075	7,577,924	262,993	211,765

The unused tax losses and unabsorbed capital allowance are only available indefinitely to set off against future taxable in a subsidiary company.

Deferred tax assets have not been recognised because there is no convincing evidence that sufficient taxable profits will be available to set off such unabsorbed tax losses and capital allowance.

19. PRIOR YEAR ADJUSTMENT

Prior year adjustment relates to under provision of taxation in prior years of a subsidiary. The amount of the tax recoverable in 2004 was accordingly adjusted by a reduction of the similar amount of RM903,684.

20. PROFIT/(LOSS) FROM OPERATIONS

	Group		Company	
	2005	2004	2005	2004
	RM	RM	RM	RM
After charging/(crediting):				
Audit fee				
Current year	47,600	63,200	12,000	18,000
Under provision in previous year	18,875	2,092	7,375	-
Bad debts written off	-	25,984	-	-
Directors' remuneration (Note a)	753,800	647,256	194,000	200,000
Impairment loss on:				
Investment in associate	151,177	14,760	-	-
Investment in subsidiary	-	-	-	16,000,000
Other investments	-	91,500	-	-
Loss on foreign exchange	495	4,420	-	-
Provision for doubtful debts	1,322,781	2,614,717	-	-
Rental of premises	124,000	222,106	-	-
Finance costs:				
Bank overdraft interest	2,337	65,793	-	-
Hire purchase interest	63,256	186,552	3,594	5,678
Murabahah commercial papers and Murabahah medium notes interest	3,161,138	2,187,381	-	-
Term loan interest	294,470	335,001	-	-
Trust receipts interest	-	247,763	-	-
Management fee income from:				
Associate	(24,000)	(24,000)	-	-
Subsidiaries	-	-	(648,000)	(756,000)
Interest income from:				
Deposits with licensed bank	(732,567)	(748,717)	-	-
Subsidiaries	-	-	(608,163)	(749,334)
Rental income	(419,600)	(357,800)	-	-
Gain on disposal of plant and equipment	(133,575)	(95,962)	-	-

(a) Directors' remuneration

	Group		Company	
	2005	2004	2005	2004
	RM	RM	RM	RM
Directors of the Company				
Executive Directors				
salaries and other emoluments	540,000	318,800	-	22,000
benefits-in-kind	19,800	150,456	-	-
	559,800	469,256	-	22,000
Non-Executive				
fees	194,000	178,000	194,000	178,000
	194,000	178,000	194,000	178,000
	753,800	647,256	194,000	200,000

The number of Directors of the Group whose total remuneration during the year fell within the following bands is analysed below:-

	Number Of Directors			
	2005		2004	
	Executive Directors	Non-Executive Directors	Executive Directors	Non-Executive Directors
Directors of the Company				
Below RM50,000	-	7	-	7
RM50,001 - RM100,000	-	-	-	-
RM100,001 - RM150,000	-	-	-	-
RM150,001 - RM200,000	-	-	1	-
RM200,001 - RM250,000	1	-	-	-
RM250,001 - RM300,000	-	-	1	-
RM300,001 - RM350,000	1	-	-	-

21. TAXATION

	Group		Company	
	2005	2004	2005	2004
	RM	RM	RM	RM
Current income tax	-	-	-	-
Under provision of income tax in prior years	38,020	1,288,374	-	-
Over provision of deferred tax in prior years	-	(79,760)	-	-
	38,020	1,208,614	-	-

A reconciliation of income tax expense applicable to profit or loss before taxation at the statutory income tax rate to income tax expense at the effective income tax rate of the Company is as follows:

	Group		Company	
	2005	2004	2005	2004
	RM	RM	RM	RM
Loss before taxation	(251,191)	(7,473,402)	(623,453)	(16,668,357)
Taxation at statutory tax rate of 20%/28%	191,231	(2,092,553)	(124,691)	(4,667,140)
Expenses not deductible for tax purposes	1,826,649	2,078,699	45,608	4,615,966
Income not subject to tax	-	(1,244,171)	-	-
Under/(over) provision of taxation in prior year	38,020	1,288,374	-	-
Under/(over) provision of deferred tax in prior year	-	(79,760)	-	-
Utilisation of previously unrecognised tax losses	(2,290,590)	(295,657)	-	(207,151)
Deferred tax assets not recognised during the year	272,710	1,553,682	79,083	258,325
Tax expense for the year	38,020	1,208,614	-	-

22. CONTINGENT LIABILITIES

Corporate Guarantees

	Group		Company	
	2005 RM	2004 RM	2005 RM	2004 RM
Secured:				
Performance guarantee extended to third parties in respect of contract performance	2,211,833	10,468,676	2,211,833	10,468,676
Financial guarantee extended to third parties in respect of credit limit given by the suppliers	700,000	700,000	700,000	700,000
Tender guarantee extended to third parties in respect of tender participated	-	100,000	-	100,000
Corporate guarantee given to banks for credit facilities granted to subsidiaries	-	-	3,664,029	32,073,268
	2,911,833	11,268,676	6,575,862	43,341,944

23. RELATED PARTY TRANSACTIONS

Transactions between the Group and the Company and related parties during the year are as follows:

	Group		Company	
	2005 RM	2004 RM	2005 RM	2004 RM
Insurance premium paid through a company controlled by a director	18,522	131,503	-	-
Management fee income from subsidiary companies	-	-	648,000	756,000
Management fee income from associate	24,000	24,000	-	-
Interest income from subsidiary companies	-	-	608,163	739,825

The Directors are of the opinion that these transactions were undertaken at mutually agreed terms between the companies in the normal course of business and the terms and conditions are not materially different from that obtainable in transactions with unrelated parties.

24. FINANCIAL RISK MANAGEMENT POLICIES

The Group activities expose it to a variety of financial risks, including liquidity and cash flow risk and credit risk which arises in the normal course of business of the Group. The Group monitors its financial position closely with an objective to minimise potential adverse effects of the financial risk on the financial performance of the Group.

The operations of the Group are subject to the following risks:

Liquidity Risk

The Group actively manages its debt maturity profile, operating cash flows and the availability of funding so as to ensure that all refinancing, repayment and funding needs are met. As part of its overall prudent liquidity management, the Group maintains sufficient levels of cash or cash convertible investments to meet its working capital requirements.

In addition, the Group strives to maintain available banking facilities at a reasonable level to its overall debt position. As far as possible, the Group raises committed funding from both capital markets and financial institutions and prudently balances its portfolio with short term funding so as to achieve overall cost effectiveness.

Foreign Exchange Risk

The Group predominantly operates domestically and is not exposed to material foreign exchange risk.

Interest Rate Risk

The Group's primary interest rate risk relates to interest bearing debt; the Company had no long term interest-bearing assets as at 30 June 2005. The investments in financial assets are mainly short term in nature and they are not held for speculative purposes but have been mostly placed in fixed deposits which yield better returns than cash at bank. The Group manages its interest rate exposure by maintaining a prudent mix of fixed and floating rate borrowings. The Group actively reviews its debt portfolio, taking into account the investment holding period and nature of its assets. This strategy allows it to capitalise on cheaper funding in a low interest rate environment and achieve a certain level of protection against rate hikes.

The information on maturity dates and effective interest rate of financial assets and liabilities are disclosed in their respective notes.

24. FINANCIAL RISK MANAGEMENT POLICIES (Contd.)

Credit Risk

Credit risks, or the risk of counterparties defaulting, is controlled by the application of credit approvals, limits and monitoring procedures. Credit risks are minimised and monitored via strictly limiting the Group's associations to business partners with high creditworthiness. Trade receivables are monitored on an ongoing basis via group management reporting procedures.

The Group has significant exposure to a group of counterparties as disclosed in Note 12 and 15.

25. EARNING PER SHARE

The loss per share is calculated based on the loss after taxation of RM289,211 (loss after taxation of RM8,682,016 in year 2004) on the 60,000,000 (RM60,000,000 in year 2004) ordinary shares of RM1 each in issue during the year.

26. SEGMENT INFORMATION

(a) Business Segments

The Group is organised into 2 major business segments:

- i) **Information Technology and Services**
Provisioning, installation, commissioning, integration and maintenance of information technology products and related services, and provisioning of technology for the smart technology industry and for the integrated data centre; and
- (ii) **Telecommunications**
Provisioning, installation, commissioning and maintenance of power supply equipment for telecommunication systems and integration and maintenance of telecommunication equipment and related services.

Other business segments include investment holding and property investment, none of which are of a sufficient size to be reported separately.

The Directors are of the opinion that all inter-segment transactions have been entered into in the normal course of business and have been established on terms and conditions that are not materially different from those obtainable in transactions with unrelated parties.

26. SEGMENT INFORMATION (Contd.)

(a) Business Segments (Contd.)

2005	Information Technology and Services	Tele communications	Others	Eliminations	Consolidated
	RM	RM	RM	RM	RM
Revenue					
External sales	33,119,531	23,368	-	-	33,142,899
Inter-segment sales	-	-	648,000	(648,000)	-
Total Revenue	33,119,531	23,368	648,000	(648,000)	33,142,899
Results					
Segment results	6,082,886	(1,179,103)	(1,025,610)	(608,163)	3,270,010
Profit from operations					3,270,010
Finance costs					(3,521,201)
Taxation					(38,020)
Net loss for the year					(289,211)
Assets and liabilities					
Segment assets	48,636,757	27,774,822	70,168,599	(83,354,119)	63,226,059
Segment liabilities	43,307,096	8,357,944	23,857,694	(57,751,885)	17,770,849
Other information					
Capital expenditure	212,490	26,000	95,489		333,979
Depreciation	819,040	260,709	423,870		1,503,619
Unallocated depreciation					-
Impairment losses			151,177		151,177
Non-cash expenses other than depreciation and impairment losses	348,422	973,175	1,184		1,322,781

26. SEGMENT INFORMATION (Contd.)

(a) Business Segments (Contd.)

2004	Information Technology and Services	Tele communications	Others	Eliminations	Consolidated
	RM	RM	RM	RM	RM
Revenue					
External sales	39,411,422	745,086	-	-	40,156,508
Inter-segment sales	-	-	756,000	(756,000)	-
Total Revenue	39,411,422	745,086	756,000	(756,000)	40,156,508
Results					
Segment results	(2,886,517)	(152,868)	(671,704)	(739,823)	(4,450,912)
Loss from operations					(4,450,912)
Finance costs					(3,022,490)
Taxation					(1,208,614)
Net loss for the year					(8,682,016)
Assets and liabilities					
Segment assets	37,333,786	32,433,059	66,144,281	(25,602,234)	110,308,892
Unallocated corporate assets					(27,120,229)
Consolidated total assets					83,188,663
Segment liabilities	33,214,143	3,098,715	184,454		36,497,312
Unallocated corporate liabilities					43,246
Consolidated total liabilities					36,540,558
Other information					
Capital expenditure	146,245	-	114,430		260,675
Depreciation	907,865	547,219	169,604		1,624,688
Unallocated depreciation					-
Impairment losses	-	106,260	16,000,000	(16,000,000)	106,260
Non-cash expenses other than depreciation and impairment losses	794,224	2,187,909	-		2,982,133

(b) Geographical Segments

No geographical segment information is presented as the Group operates within Malaysia.

s t a t i s t i c s o n s h a r e h o l d i n g



Statement of Shareholdings

Authorised Capital	: RM100,000,000
Issued And Paid Up Capital	: RM60,000,000
Class Of Shares	: Ordinary shares of RM1.00 each fully paid
Voting Rights	: One vote per shareholder on a show of hands One vote per share on a poll
No. Of Shareholders	: 2,393

Analysis of Shareholdings

A. Distribution of Shareholdings (as at 14 October 2005)

Size of Shareholdings	Shareholders	Shareholding	%
Less than 100	4	92	0.00
100 - 1,000	1,302	1,285,900	2.14
1,001 - 10,000	843	3,712,704	6.19
10,001 - 100,000	213	6,152,532	10.25
100,001 to less than 5% of issued shares	26	12,298,103	20.50
5% and above of issued shares	5	36,550,669	60.92
Total	2,393	60,000,000	100

B. List of Thirty (30) Largest Shareholders (as at 14 October 2005)

Names	No. of Shares Held	%
1. Kauthar Sdn Bhd	15,769,440	26.28
2. Vallant Chapter Sdn Bhd	10,863,765	18.11
3. Unique Pyramid Sdn Bhd	3,521,802	5.87
4. Sabri bin Hashim	3,305,000	5.51
5. Initiative Aims Sdn Bhd	3,050,662	5.15
6. Shahidan bin Shafie	2,620,000	4.37
7. Mohd Shu'ailb bin Ishak	1,421,428	2.37
8. Rizuan bin Mohd Murad	1,300,428	2.17
9. Abdul Shukri bin Abdullah	1,068,334	1.78
10. Mayban Nominees (Tempatan) Sdn Bhd [A/C for MIDF Consultancy and Corporate Services Sdn Bhd [230790]]	554,900	0.92
11. Mazlifah binti Abdullah	548,800	0.91
12. Power Protection (M) Sdn Bhd	546,000	0.91
13. Teh Tean Kee	537,100	0.90
14. Mohd Salleh bin Lamsah	473,667	0.79
15. Providence Capital Sdn Bhd	459,000	0.77
16. Ke-Zan Nominees (Tempatan) Sdn Bhd [A/C for Tan Ee Seng]	433,900	0.72
17. RHB Capital Nominees (Tempatan) Sdn Bhd [A/C for Low Bee Kiew [CEB]]	350,000	0.58
18. Lee Peak Hwa	233,000	0.39
19. Ling Kam Sing	206,500	0.34
20. Alliancegroup Nominees (Tempatan) Sdn Bhd [A/C for Mohd Salleh bin Lamsah [700058]]	200,761	0.33
21. Yap Yok Foo	195,100	0.33
22. HDM Nominees (Tempatan) Sdn Bhd [A/C for Tan Ee Seng [M01]]	193,400	0.32
23. Ahmad Yasri bin Mohd Hashim @ Mohd Hassan	193,085	0.32
24. RHB Capital Nominees (Tempatan) Sdn Bhd [A/C for Low Win Soon [CEB]]	190,900	0.32
25. Leong Fook Seang	181,000	0.30
26. Siow Nee Liu Pei Yun	176,000	0.29
27. TCL Nominees (Asing) Sdn Bhd [A/C for Goh Yong Swee Robert]	145,000	0.24
28. Tan Siew Hoong	139,800	0.23
29. Khalid bin Mohamed	100,100	0.17
30. Ong Beng Kee	100,000	0.17
TOTAL	49,118,872	81.86

C. Substantial Shareholders (as at 14 October 2005)
(as shown in the Register of Substantial Shareholders)

Name of Substantial Shareholders	No. of Shares Held	%	Notes
1. Tan Sri Dato' Tajudin Ramli (Direct)	2	0.00	
(Indirect)	15,769,440	26.28	
Total	15,769,442	26.28	(a)
2. Kauthar Sdn Bhd	15,769,440	26.28	
3. Valiant Chapter Sdn Bhd	10,863,765	18.11	
4. Unique Pyramid Sdn Bhd	3,521,802	5.87	
5. Sabri bin Hashim	3,305,000	5.51	

Note: (a) Tan Sri Dato' Tajudin Ramli is deemed interested in the shares held by Kauthar Sdn Bhd by virtue of his 95% interest therein.

D. Directors' Shareholding (as at 14 October 2005)
(as shown in the Register of Directors' Shareholding)

Directors	No. of Share Held (Direct)	No. of Share Held (Indirect)	%
1. Tan Sri Dato' Tajudin Ramli	2	15,769,440 (a)	26.28
2. Dato' Abdul Halim Abdullah	0	0	0.00
3. Datuk Emam Mohd Haniff Emam Mohd Hussain	0	0	0.00
4. Dato' Abdul Malek Ahmad Shazili	0	0	0.00
5. Dato' Hj Abdul Hamid Mustapha	0	0	0.00
6. Dato' Idrus Zainol	50,002	0	0.08
7. Bistamam Ramli	0	0	0.00
8. Mohd Shu'aib Ishak	1,421,428	60,000 (b)	2.47
9. Shaifubahrim Mohd Saleh	30,000	0	0.05

Notes:(a) Tan Sri Dato' Tajudin Ramli is deemed interested in the shares held by Kauthar Sdn Bhd by virtue of his 95% interest therein.
(b) Mohd Shu'aib Ishak is deemed interested in the shares held by his wife, Zulriana Zahari.

**E. Directors' Shareholding in subsidiaries and associate companies
(as at 14 October 2005)**

Directors	No. of Share Held (Direct)	No. of Share Held (Indirect)	%
1. Tan Sri Dato' Tajudin Ramli Nil	-	-	-
2. Dato' Abdul Halim Abdullah Nil	-	-	-
3. Datuk Emam Mohd Haniff Emam Mohd Hussain Nil	-	-	-
4. Dato' Abdul Malek Ahmad Shazili Nil	-	-	-
5. Dato' Hj Abdul Hamid Mustapha Nil	-	-	-
6. Dato' Idrus Zainol Nil	-	-	-
7. Bistamam Ramli Nil	-	-	-
8. Mohd Shu'aib Ishak Nil	-	-	-
9. Shaifubahrim Mohd Saleh Nil	-	-	-

EDARAN KOMPUTER SDN BHD (155273-A)

Location	Description/ Current Use of Building	Tenure/ Tenure Period	Approximate Age of Building (yrs)	Building Area/ Land Area (sq. m.)	Net Book Value (RM'000)
HS (D) 50146, Lot No. PT 1702 Mukim of Ampang, District and State of Wilayah Persekutuan.	Terrace Shophouse / Own occupation (office space)	Leasehold / 99 years expiring on 06.07.2085.	11	852.02 / 284.18	2,419
(No. 32 Jalan 1/76C, Desa Pandan, 55100 Kuala Lumpur)		Remaining term approximately 80 years			
HS (D) 50136, Lot No. PT 1692 Mukim of Ampang, District and State of Wilayah Persekutuan.	Terrace Shophouse / Rented Out 1. Restaurant 2. Office space 3. Office space	Leasehold / 99 years expiring on 06.07.2085.	11	474.43 / 153.28	1,022
(No. 21 Jalan 2/76C, Desa Pandan, 55100 Kuala Lumpur)		Remaining term approximately 80 years			
HS (D) 50137 Lot No. PT 1693 Mukim of Ampang, District and State of Wilayah Persekutuan.	Terrace Shophouse / Own occupation (office space)	Leasehold / 99 years expiring on 06.07.2085.	11	474.43 / 153.28	1,114
(No. 19 Jalan 2/76C, Desa Pandan, 55100 Kuala Lumpur)		Remaining term approximately 80 years			
HS (D) 7111, Lot No. PT 12138 HS (D) 7112, Lot No. PT 12139 and HS (D) 7113, Lot No. PT 12140 Mukim of Dengkil, District of Sepang, Selangor.	Vacant land	Freehold	-	18,704	8,645

EDARAN COMMUNICATIONS SDN BHD (211702-M)

Location	Description/ Current Use of Building	Tenure/ Tenure Period	Approximate Age of Building (yrs)	Building Area/ Land Area (sq. m.)	Net Book Value (RM'000)
HS (D) 50312, Lot No. PT 1866 Mukim of Ampang, District and State of Wilayah Persekutuan. (No. 2 Jalan 4/76C, Desa Pandan, 55100 Kuala Lumpur)	Terrace Shophouse / Rented Out 1. Restaurant 2. Office space 3. Office space	Leasehold / 99 years expiring on 07.07.2085. Remaining term approximately 80 years	10	700.11 / 289.82	1,943
HS (D) 50313, Lot No. PT 1867 Mukim of Ampang, District and State of Wilayah Persekutuan. (No. 4 Jalan 4/76C, Desa Pandan, 55100 Kuala Lumpur)	Terrace Shophouse / Rented Out 1. Car accessories Own Occupation: 2. Office space 3. Office space (vacant)	Leasehold / 99 years expiring on 07.07.2085. Remaining term approximately 80 years	10	443.52 / 163.50	1,202
HS (D) 50314, Lot No. PT 1868 Mukim of Ampang, District and State of Wilayah Persekutuan. (No. 6 Jalan 4/76C, Desa Pandan, 55100 Kuala Lumpur)	Terrace Shophouse / Own occupation 1. Car accessories 2. Office space Own Occupation: 3. Office space	Leasehold / 99 years expiring on 07.07.2085. Remaining term approximately 80 years	10	443.52 / 163.50	1,202

ELITEMAC RESOURCES SDN BHD (241753-H)

Location	Description/ Current Use of Building	Tenure/ Tenure Period	Approximate Age of Building (yrs)	Building Area/ Land Area (sq. m.)	Net Book Value (RM'000)
HS (D) 50130, Lot No. PT 1686 Mukim of Ampang, District and State of Wilayah Persekutuan.	Terrace Shophouse / Rented Out 1. Car dealer Own Occupation	Leasehold / 99 years expiring on 06.07.2085.	11	1,002.00/ 334.18	2,401
(No. 33 Jalan 2/76C, Desa Pandan, 55100 Kuala Lumpur)	2. Office space 3. Office space	Remaining term approximately 80 years			
HS (D) 50259, Lot No. PT 1815 Mukim of Ampang, District and State of Wilayah Persekutuan.	Terrace Shophouse / Own Occupation 1. Office space	Leasehold / 99 years expiring on 06.07.2085.	12	153.29/ -	275
(No. 23-1 First Floor, Jalan 5/76B, Desa Pandan, 55100 Kuala Lumpur)		Remaining term approximately 80 years			



Number of shares held :

CDS Account No :

I/We _____ NRIC No. _____
of _____

_____ being a member / members of Edaran

Digital Systems Berhad, hereby appoint _____

_____ NRIC No. _____
of _____

or in his/her absence, _____ NRIC No. _____
of _____

as my/our proxy to vote for me/us on my/our behalf at the Thirteenth Annual General Meeting of Edaran Digital Systems Berhad to be held on Wednesday, 7 December 2005 at Ballroom 3, 10th Floor Crown Princess Kuala Lumpur, City-Square Centre, Jalan Tun Razak, 50400 Kuala Lumpur at 10.00 a.m. and at any adjournment thereof.

My/Our proxy is to vote as indicated hereunder:

	RESOLUTIONS	FOR	AGAINST
RESOLUTION 1	To consider and receive the Audited Financial Statements of the Company and the Group for the financial year ended 30 June 2005 together with the Directors' and Auditors' Reports thereon.		
RESOLUTION 2	To re-elect a Director retiring under Article 101 of the Company's Articles of Association: (i) Tan Sri Dato' Tajudin Ramli		
RESOLUTION 3	To re-elect a Director retiring under Article 101 of the Company's Articles of Association: (ii) Dato' Abdul Halim Abdullah		
RESOLUTION 4	To re-elect a Director retiring under Article 101 of the Company's Articles of Association: (iii) Dato' Hj Abdul Hamid Mustapha		
RESOLUTION 5	To approve the payment of the Directors' fee for the financial year ended 30 June 2005.		
RESOLUTION 6	To re-appoint Messrs. Mea & Co as Auditors of the Company and to authorise the Directors to fix their remuneration.		
RESOLUTION 7	To give authority to the Directors to issue shares under Section 132D of the Companies Act, 1965.		

(Please indicate with an "X" in the spaces provided how you wish to cast your votes. If you do not do so, the Proxy will vote or abstain from voting at his/her discretion).

Signed this _____ day of _____ 2005

Signature of Member/Common Seal

NOTES:

1. A member entitled to attend and vote at the Annual General Meeting is entitled to appoint any person or persons, whether a member or not, as his/her proxy or proxies to attend and vote in his/her stead. Where a member appoints two (2) or more proxies, the member shall specify the proportion of the member's shareholding to be represented by each proxy.
2. A proxy need not be a member of the Company. A member may appoint any person to be his/her proxy without limitation.
3. A corporation or a corporation sole or a statutory corporation may appoint any person as its representative.
4. The instrument appointing a proxy shall be in writing under the hand of the appointer or his/her attorney duly authorised in writing and if such appointer is a corporation, corporation sole or a statutory corporation either under its common seal or the hand of its officers or attorney duly authorised and shall be deposited together with the power of attorney (if any) under which it is signed or an office copy or notorially certified copy thereof and shall be deposited at the Registered Office, No. 33-1 Jalan 2/76C, Desa Pandan, 55100 Kuala Lumpur not less than forty eight (48) hours before the time for holding of the Meeting or any adjournment thereof.
5. The signature to the instrument appointing the proxy executed outside Malaysia must be attested by a Solicitor/Notary Public, Consul or Magistrate.

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AFFIX
STAMP

THE COMPANY SECRETARY
EDARAN DIGITAL SYSTEMS BERHAD
No.33-1 Jalan 2/76C
Desa Pandan
55100 Kuala Lumpur

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NOTES

NOTES



**Edaran Digital Systems Berhad** (241644-W)**Business Office:**

No. 32 Jalan 1/76C
Desa Pandan
55100 Kuala Lumpur
Malaysia

Tel: (6) 03-9206 7200
Fax: (6) 03-9284 3531

Registered Office:

No. 33-1 Jalan 2/76C
Desa Pandan
55100 Kuala Lumpur
Tel: (6) 03-9206 7381
Fax: (6) 03-9283 0192

www.edaran.com