

EDARAN BERHAD

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	<u>INDIVIDUAL PERIOD</u>		<u>CUMULATIVE PERIOD</u>	
	<u>Current Year</u>	<u>Corresponding Year</u>	<u>Current Year</u>	<u>Corresponding Year</u>
	<u>Quarter</u>	<u>Quarter</u>	<u>To Date</u>	<u>To Date</u>
	<u>30/06/2015</u>	<u>30/06/2014</u>	<u>30/06/2015</u>	<u>30/06/2014</u>
	RM'000	RM'000	RM'000	RM'000
REVENUE	9,646	10,635	46,179	37,607
COST OF SALES	<u>(6,420)</u>	<u>(7,730)</u>	<u>(32,625)</u>	<u>(27,697)</u>
GROSS PROFIT	3,226	2,905	13,554	9,910
OTHER OPERATING INCOME	212	209	597	605
ADMINISTRATIVE EXPENSES	(1,969)	(2,456)	(8,911)	(9,852)
OTHER OPERATING EXPENSES	<u>(1,034)</u>	<u>(1,090)</u>	<u>(4,187)</u>	<u>(4,366)</u>
PROFIT / (LOSS) FROM OPERATIONS	435	(432)	1,053	(3,703)
FINANCE COSTS	<u>(169)</u>	<u>(97)</u>	<u>(568)</u>	<u>(385)</u>
PROFIT / (LOSS) BEFORE TAXATION	266	(529)	485	(4,088)
TAXATION	<u>(195)</u>	<u>(4)</u>	<u>(195)</u>	<u>(4)</u>
PROFIT / (LOSS) AFTER TAXATION	<u>71</u>	<u>(533)</u>	<u>290</u>	<u>(4,092)</u>
EARNINGS / (LOSS) PER SHARE (SEN)	<u>0.11</u>	<u>(1.09)</u>	<u>0.31</u>	<u>(7.38)</u>
ATTRIBUTABLE TO:				
EQUITY HOLDERS OF THE COMPANY	62	(630)	180	(4,272)
NON-CONTROLLING INTERESTS	<u>9</u>	<u>97</u>	<u>110</u>	<u>180</u>
	<u>71</u>	<u>(533)</u>	<u>290</u>	<u>(4,092)</u>

(The Condensed Consolidated Income Statements should be read in conjunction with the Annual Financial Report for the year ended 30 June 2014)

EDARAN BERHAD

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2015

		<u>AS AT END</u> <u>OF CURRENT YEAR</u> <u>TO DATE</u>	<u>AS AT</u> <u>PRECEDING YEAR</u> <u>FINANCIAL YEAR</u> <u>ENDED</u>
	Note	<u>30/06/2015</u> RM'000	<u>30/06/2014</u> RM'000
ASSETS			
NON - CURRENT ASSETS			
Property, plant and equipment		23,692	24,823
Other investment	20	-	-
		<u>23,692</u>	<u>24,823</u>
CURRENT ASSETS			
Inventories		10,814	7,754
Amount due from customers for contract work		3,648	3,590
Trade receivables		4,612	5,994
Other receivables		2,539	2,339
Deposit with licensed banks		3,179	3,261
Cash and bank balances		6,337	420
		<u>31,129</u>	<u>23,358</u>
TOTAL ASSETS		<u>54,821</u>	<u>48,181</u>
EQUITY AND LIABILITIES			
Equity attributable to owners of the Company			
Share capital		60,000	60,000
Share premium		8,022	8,022
Treasury shares		(1,049)	(1,049)
Revaluation reserve		5,792	5,846
Translation reserve		(496)	(898)
Accumulated loss		<u>(39,036)</u>	<u>(39,297)</u>
		33,233	32,624
Non - controlling interests		<u>(2,642)</u>	<u>(3,091)</u>
TOTAL EQUITY		<u>30,591</u>	<u>29,533</u>
NON - CURRENT LIABILITIES			
Borrowings	22 (b)	3,348	505
Deferred taxation		1,908	1,935
		<u>5,256</u>	<u>2,440</u>
CURRENT LIABILITIES			
Amount due to customers for contract works		1,825	623
Trade payables		8,119	6,734
Other payables		2,704	3,422
Provision for taxation		200	-
Borrowings	22 (a)	6,126	5,429
		<u>18,974</u>	<u>16,208</u>
Total liabilities		<u>24,230</u>	<u>18,648</u>
TOTAL EQUITY AND LIABILITIES		<u>54,821</u>	<u>48,181</u>

(The Condensed Consolidated Balance Sheets should be read in conjunction with the Annual Financial Report for the year ended 30 June 2014)

EDARAN BERHAD

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE QUARTER ENDED 30 JUNE 2015

	← Non-Distributable →					Attributable to Equity Holders of the Company		Minority Interest	Total Equity
	Share Capital RM'000	Share Premium RM'000	Treasury Shares RM'000	Revaluation Reserve RM'000	Translation Reserve RM'000	Accumulated Loss RM'000	Total RM'000	RM'000	Total RM'000
At 1 July 2014	60,000	8,022	(1,049)	5,846	(898)	(39,297)	32,624	(3,091)	29,533
Foreign currency translation	-	-	-	-	402	-	402	339	741
Crystallisation of deferred tax liability on revaluation reserve	-	-	-	27	-	-	27	-	27
Profit for the period	-	-	-	-	-	180	180	110	290
Total comprehensive loss for the period	-	-	-	27	402	180	609	449	1,058
Realisation of revaluation reserve				(81)		81	-	-	-
At 30 JUNE 2015	60,000	8,022	(1,049)	5,792	(496)	(39,036)	33,233	(2,642)	30,591
At 1 July 2013	60,000	8,022	(1,049)	5,900	(199)	(35,106)	37,568	(2,609)	34,959
Foreign currency translation	-	-	-	-	(699)	-	(699)	(662)	(1,361)
Crystallisation of deferred tax liability on revaluation reserve	-	-	-	27	-	-	27	-	27
Loss for the period	-	-	-	-	-	(4,272)	(4,272)	180	(4,092)
Total comprehensive loss for the period	-	-	-	27	(699)	(4,272)	(4,944)	(482)	(5,426)
Realisation of revaluation reserve				(81)		81	-	-	-
At 30 JUNE 2014	60,000	8,022	(1,049)	5,846	(898)	(39,297)	32,624	(3,091)	29,533

(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Financial Report for the year ended 30 June 2014)

EDARAN BERHAD**CONDENSED CONSOLIDATED CASH FLOW STATEMENT
FOR THE YEAR QUARTER ENDED 30 JUNE 2015**

	Current Year to date 30/06/15 RM' 000	Corresponding Year to date 30/06/14 RM' 000
Net cash (used in)/generated from operating activities	2,625	(6,055)
Net cash (used in)/generated from investing activities	(236)	(552)
Net cash generated from/(used in) financing activities	<u>5,513</u>	<u>32</u>
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS	7,902	(6,575)
Effect of Exchange rate changes	(81)	(1,136)
CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD	(2,169)	5,542
CASH AND CASH EQUIVALENTS AT END OF PERIOD	<u><u>5,652</u></u>	<u><u>(2,169)</u></u>

Cash and cash equivalents comprise the following:

Bank overdrafts	(1,030)	(3,212)
Deposits with licensed banks	3,179	3,261
Cash and bank balances	<u>6,337</u>	<u>420</u>
	8,486	469
Less: Deposits pledged as security with licensed banks	(2,834)	(2,638)
	<u><u>5,652</u></u>	<u><u>(2,169)</u></u>

(The condensed Consolidated Cash Flow Statement should be read in conjunction with the Annual Financial Report for the year ended 30 June 2014)

EDARAN BERHAD

NOTES TO THE ACCOUNTS FOR THE PERIOD ENDED 30 JUNE 2015

1. Basis of Preparation

The interim financial statements are unaudited and have been prepared in accordance with the requirements of Financial Reporting Standard (“FRS”) No 134: Interim Financial Reporting and paragraph 9.22 of the Main Market Listing Requirements of the Bursa Malaysia Securities Berhad (“BMSB”).

The interim financial statements should be read in conjunction with the audited financial statements for the year ended 30 June 2014. These explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the financial year ended 30 June 2014.

The same accounting policies and methods of computation are followed in the interim financial statements as compared with the financial statements for the year ended 30 June 2014.

2. Auditors’ Report on Preceding Annual Financial Statements

The auditors’ report on the financial statements for the year ended 30 June 2014 was not qualified.

3. Comments About Seasonal or Cyclical Factors

The Group’s performance is not affected by seasonal or cyclical impacts.

4. Unusual Items Due to their Nature, Size or Incidence

There were no unusual items affecting assets, liabilities, equity, net income or cash flows in the current quarter and financial period ended 30 June 2015

5. Changes in estimates

There were no changes in the estimates that have had a material effect in the current quarter and financial period ended 30 June 2015.

6. Debt and Equity Securities

There were no issuances, cancellations, repurchases, resale and repayments of debt and equity securities in the current quarter and financial period ended 30 June 2015 other than as mentioned below:-

As at 30 June 2015, the Company held as treasury shares a total of 2,094,800 of its 60,000,000 issued ordinary shares. Such treasury shares are held at a carrying amount of RM1,049,536.

7. Dividends Paid

There is no dividend paid during the financial period ended 30 June 2015.

8. Segmental Information

	Current Quarter Ended 30/06/15 RM'000	Current Year To Date Ended 30/06/15 RM'000
Segment Revenue		
Information Technology	6,989	36,182
Telecommunications	-	-
Lifestyles	2,657	9,997
Others	162	648
	<u>9,808</u>	<u>46,827</u>
Elimination	(162)	(648)
Group revenue	<u>9,646</u>	<u>46,179</u>
Segment Results		
Information Technology	1,245	4,992
Telecommunications	(104)	(854)
Lifestyles	(162)	(62)
Others	416	(1,591)
	<u>1,395</u>	<u>2,485</u>
Elimination	(960)	(1,432)
Profit from operations	<u>435</u>	<u>1,053</u>

9. Carrying Amount of Revalued Assets

The valuation of property, plant and equipment and investment properties have been brought forward without amendment from the financial statements for the year ended 30 June 2014.

10. Subsequent Events

There were no material events subsequent to the end of the current quarter and financial period ended 30 June 2015.

11. Changes in Composition of the Group

There were no changes in the composition of the Group during the current quarter and financial period ended 30 June 2015.

12. Changes in Contingent Liabilities and Contingent Assets

There were no changes in contingent liabilities or contingent assets since the last annual balance sheet as at 30 June 2014.

13. Capital Commitments

There were no capital commitments for the current quarter and financial period ended 30 June 2015.

14. Performance Review

The Group's revenue for the current quarter and financial period ended 30 June 2015 increased to RM46.179 million from RM37.607 million in the prior corresponding quarter and financial period ended 30 June 2014. The increase in revenue resulted in the Group recording a profit before taxation of RM485 thousand compared to a loss before taxation of RM4.088 million for the corresponding quarter and financial period ended 30 June 2014.

15. Comment on Material Change in Profit Before Taxation

The Group recorded a profit before taxation of RM266 thousand for the current quarter ended 30 June 2015 (4Q15) as compared to RM1,556 million profit before taxation for the quarter ended 31 March 2015 (3Q15). The variance was mainly attributable to lower gross profit of RM3.226 million registered in 4Q15 as compared to RM5.259 million registered in 3Q15.

16. Commentary on Prospects

The financial performance of the Group is expected to improve in the subsequent quarters.

17. Profit Forecast or Profit Guarantee

The disclosure requirements for explanatory notes for the variance of actual profit after tax and minority interest and shortfall in profit guarantee are not applicable.

18. Taxation

	Current Quarter Ended 30/06/15 RM'000	Current Year To Date Ended 30/06/15 RM'000
Provision for Current year tax	(200)	(200)
Reversal of prior year tax	5	5
Under/(over) provision in prior years	Nil	Nil
	<hr/>	<hr/>
Deferred tax:		
Over provision in prior years	Nil	Nil
	<hr/>	<hr/>
	(195)	(195)

19. Sale of Unquoted Investments and Properties

There were no sales of unquoted investments and properties during the quarter and financial period ended 30 June 2015.

20. Quoted and Unquoted securities

- i. There was no purchase or sale of quoted shares for the current quarter and financial year to date.
- ii. Investments in quoted and unquoted securities/warrants as at the end of the reporting period:-

	<u>RM'000</u>
<u>Quoted</u>	
Shares, at cost	5
Less: Accumulated impairment losses	(5)
Total investment at book value	<u>0</u>

21. Corporate Proposals

There were no corporate proposals announced for the current period and financial year to date.

22. Borrowings and Debt Securities

Details of the Group borrowings as at 30 June 2015 are as follows:

	As at 30.06.15 RM'000
(a) <u>Short Term borrowings</u>	
<u>Secured</u>	
Bank Overdraft	1,029
Trust Receipts	-
Bankers Acceptance	4,659
Term loan repayable within 12 months	344
Hire purchase creditor repayable within 12 months	94
	<hr/> <u>6,126</u>
(b) <u>Long Term borrowings</u>	
<u>Secured</u>	
Term loan repayable after 12 months	3,296
Hire purchase creditor after 12 months	52
	<hr/> <u>3,348</u>

All of the above borrowings are denominated in Ringgit Malaysia.

23. Off Balance Sheet Financial Instruments

The Group is not involved in any financial instruments, which may have Off-Balance Sheet risk.

24. Dividend

No interim dividend has been declared or recommended in respect of the financial year ended 30 June 2015.

25. Earnings per share

	Current Quarter ended 30/06/15 RM'000	Current Year To Date Ended 30/06/15 RM'000
Basic		
Net profit attributable to equity holders of the Company for the period	62	180
Weighted average number of ordinary shares outstanding as at 30 June 2015	57,905	57,905
Basic earnings per share (sen)	0.11	0.31
Diluted		
Net profit attributable to equity holders of the Company for the period	62	180
Weighted average number of ordinary shares outstanding as at 30 June 2015	57,905	57,905
Basic earnings per share (sen)	0.11	0.31

26. Realised and unrealised retained earnings / accumulated loss

	As at 30/06/15 RM'000	As at 30/06/14 RM'000
Total Accumulated Loss (Company and subsidiaries)		
- Realised	(39,036)	(39,297)
- Unrealised	-	-
Total group accumulated loss	(39,036)	(39,297)

27. Authorisation for Issue

The interim financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the Directors on 26 August 2015.

BY ORDER OF THE BOARD

DATIN RIZANA MOHD DAUD
Company Secretary