

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>30/06/2021</u>	<u>30/06/2020</u>	<u>30/06/2021</u>	<u>30/06/2020</u>
	RM'000	RM'000	RM'000	RM'000
REVENUE	14,669	12,911	50,168	45,378
COST OF SALES	(8,410)	(6,309)	(25,103)	(24,892)
GROSS PROFIT	6,259	6,602	25,065	20,486
OTHER OPERATING INCOME	46	33	267	463
ADMINISTRATIVE EXPENSES	(3,521)	(3,140)	(13,951)	(13,400)
OTHER OPERATING EXPENSES	(1,469)	(1,052)	(5,570)	(9,819)
PROFIT/(LOSS) FROM OPERATIONS	1,315	2,443	5,811	(2,270)
FINANCE COSTS	(161)	(32)	(520)	(197)
PROFIT/(LOSS) BEFORE TAXATION	1,154	2,411	5,291	(2,467)
TAXATION	(1,928)	(460)	(2,779)	(913)
PROFIT/(LOSS) AFTER TAXATION	(774)	1,951	2,512	(3,380)
EARNINGS/(LOSS) PER SHARE (SEN)	(1.33)	3.41	4.37	(5.89)
ATTRIBUTABLE TO:				
EQUITY HOLDERS OF THE COMPANY	(773)	1,977	2,530	(3,411)
NON-CONTROLLING INTERESTS	(1)	(26)	(18)	31
	(774)	1,951	2,512	(3,380)

(The Condensed Consolidated Income Statements should be read in conjunction with the Annual Financial Report for the year ended 30 June 2020)

EDARAN BERHAD

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2021

	<u>AS AT END</u> <u>OF CURRENT YEAR</u> <u>TO DATE</u> <u>30/06/2021</u> RM'000	<u>AS AT</u> <u>PRECEDING YEAR</u> <u>FINANCIAL YEAR</u> <u>ENDED</u> <u>30/06/2020</u> RM'000
Note		
ASSETS		
NON - CURRENT ASSETS		
Property, plant and equipment	9,608	11,585
Right of use assets	17,070	15,314
Intangible assets	616	-
Investment in associate	-	-
Other investment - quoted	28	109
	<u>27,322</u>	<u>27,008</u>
CURRENT ASSETS		
Amount due from customers for contract works	4,008	720
Amount due by related company	-	-
Trade receivables	7,014	18,650
Other receivables	762	1,817
Tax recoverable	11	-
Deposit with licensed banks	5,536	402
Cash and bank balances	4,696	4,050
	<u>22,027</u>	<u>25,639</u>
TOTAL ASSETS	<u>49,349</u>	<u>52,647</u>
EQUITY AND LIABILITIES		
Equity attributable to owners of the Company		
Share capital	68,022	68,022
Treasury shares	(1,049)	(1,049)
Revaluation reserve	7,946	8,093
Translation reserve	(6)	(4)
Accumulated loss	(50,479)	(52,143)
	<u>24,434</u>	<u>22,919</u>
Non - controlling interests	(996)	(976)
TOTAL EQUITY	<u>23,438</u>	<u>21,943</u>
NON - CURRENT LIABILITIES		
Borrowings	22 (b) 6,274	5,249
Deferred taxation	2,555	2,595
	<u>8,829</u>	<u>7,844</u>
CURRENT LIABILITIES		
Amount due to customers for contract works	3,404	1,654
Trade payables	6,870	11,605
Other payables	2,735	6,440
Provision for taxation	2,357	1,440
Borrowings	22 (a) 1,716	1,721
	<u>17,082</u>	<u>22,860</u>
Total liabilities	<u>25,911</u>	<u>30,704</u>
TOTAL EQUITY AND LIABILITIES	<u>49,349</u>	<u>52,647</u>

(The Condensed Consolidated Balance Sheets should be read in conjunction with the Annual Financial Report for the year ended 30 June 2020)

EDARAN BERHAD

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE QUARTER ENDED 30 JUNE 2021

	← Non-Distributable →				Attributable to Equity		Total Equity	
	Share Capital RM'000	Treasury Shares RM'000	Revaluation Reserve RM'000	Translation Reserve RM'000	Accumulated Loss RM'000	Holders of the Company Total RM'000		Minority Interest RM'000
At 1 July 2020	68,022	(1,049)	8,093	(4)	(52,143)	22,919	(976)	21,943
Foreign currency translation	-	-	-	(2)	0	(2)	(2)	(4)
Profit / (Loss) for the period	-	-	-	-	2,530	2,530	(18)	2,512
Total comprehensive (loss)/profit for the period	-	-	-	(2)	2,530	2,528	(20)	2,508
Dividend for the financial year ended 30 June 2021					(1,013)	(1,013)	-	(1,013)
Realisation of revaluation reserve			(147)		147	-	-	-
At 30 JUNE 2021	68,022	(1,049)	7,946	(6)	(50,479)	24,434	(996)	23,438
At 1 July 2019	68,022	(1,049)	8,241	(5)	(48,878)	26,331	(1,007)	25,324
Prior year adjustment - From adoption of MFRS 16					(1)	(1)	-	(1)
As per restated	68,022	(1,049)	8,241	(5)	(48,879)	26,330	(1,007)	25,323
Foreign currency translation	-	-	-	1	(1)	-	-	-
(Loss) / Profit for the period	-	-	-	-	(3,411)	(3,411)	31	(3,380)
Total comprehensive (loss)/profit for the period	-	-	-	1	(3,412)	(3,411)	31	(3,380)
Realisation of revaluation reserve			(148)		148	-	-	-
At 30 JUNE 2020	68,022	(1,049)	8,093	(4)	(52,143)	22,919	(976)	21,943

(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Financial Report for the year ended 30 June 2020)

EDARAN BERHAD

**CONDENSED CONSOLIDATED CASH FLOW STATEMENT
FOR THE YEAR QUARTER ENDED 30 JUNE 2021**

	Current Year to date 30/06/2021 RM' 000	Corresponding Year to date 30/06/2020 RM' 000
Net cash generated from operating activities	9,549	9,110
Net cash used in investing activities	(2,065)	(4,812)
Net cash used in financing activities	<u>(1,705)</u>	<u>(1,210)</u>
NET INCREASE IN CASH AND CASH EQUIVALENTS	5,779	3,088
Effect of Exchange rate changes	(3)	-
CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD	4,232	1,144
CASH AND CASH EQUIVALENTS AT END OF PERIOD	<u><u>10,008</u></u>	<u><u>4,232</u></u>
 Cash and cash equivalents comprise the following:		
Deposits with licensed banks	5,536	402
Cash and bank balances	<u>4,696</u>	<u>4,050</u>
	10,232	4,452
Less: Deposits pledged as security with licensed banks	<u>(224)</u>	<u>(220)</u>
	<u><u>10,008</u></u>	<u><u>4,232</u></u>

**(The condensed Consolidated Cash Flow Statement should be read in conjunction with the
Annual Financial Report for the year ended 30 June 2020)**

EDARAN BERHAD

NOTES TO THE ACCOUNTS FOR THE PERIOD ENDED 30 JUNE 2021

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 2020. 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 2020.

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 2020.

2. Auditors’ Report on Preceding Annual Financial Statements

The auditors’ report on the financial statements for the year ended 30 June 2020 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 2021

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 2021.

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 2021 other than as mentioned below:-

As at 30 June 2021, the Company held as treasury shares a total of 2,094,800 of its 60,000,000 issued ordinary shares. Such treasury shares are held at a carrying amount of RM1,049,536.

7. Segmental Information

	Current Quarter Ended 30/06/21 RM'000	Current Year To Date Ended 30/06/21 RM'000
Segment Revenue		
Information Technology	10,882	47,902
Lifestyle & Telecommunication	4,360	4,360
Others	900	5,355
	<u>16,142</u>	<u>57,617</u>
Elimination	(1,473)	(7,449)
Group revenue	<u>14,669</u>	<u>50,168</u>
Segment Results		
Information Technology	1,596	7,445
Lifestyle & Telecommunication	(103)	(906)
Others	484	1,773
	<u>1,977</u>	<u>8,312</u>
Elimination	(662)	(2,501)
Profit from operations	<u>1,315</u>	<u>5,811</u>

8. Dividends Paid

The interim tax exempt (single-tier) dividend of 1.75 sen per ordinary share amounting to RM1.013 million in respect of the financial year ended 30 June 2021 was paid on 26 March 2021.

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 2020.

10. Subsequent Events

There were no material events subsequent to the end of the current quarter and financial period ended 30 June 2021.

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 2021.

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 2020.

13. Capital Commitments

There were no capital commitments for the current quarter and financial period ended 30 June 2021.

14. Performance Review

The Group's revenue for the financial period ended 30 June 2021 increased to RM50.168 million from RM45.378 million in the corresponding financial period ended 30 June 2020. The increase in revenue and lower other operating expenses resulted in the Group recording a profit before taxation of RM5.291 million compared to a loss before taxation of RM2.467 million for the corresponding financial period ended 30 June 2020.

15. Comment on Material Change in Profit Before Taxation

The Group recorded a profit before taxation of RM1.154 million for the current quarter ended 30 June 2021 (4Q21) as compared to RM1.990 million profit before taxation for the quarter ended 31 March 2021 (3Q21). The variance was mainly attributable to slightly higher operating expenses of RM4.990 million incurred in 4Q21 as compared to RM4.160 million incurred in 3Q21.

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 30/06/21 RM'000	Current Year To Date Ended 30/06/21 RM'000
Provision for Current year tax	1,956	1,969
Under/(over) provision in prior years	12	850
	<u>1,968</u>	<u>2,819</u>
Deferred tax:		
Provision for deferred tax	Nil	Nil
Tax income from crystallisation	(40)	(40)
	<u>1,928</u>	<u>2,779</u>

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 2021.

20. Quoted and Unquoted securities

As at
30.06.21
RM'000

At Fair Value

Equity Securities:

- Quoted Shares

28

Analysed as follows:

Non-Current

28

21. Corporate Proposals

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

22. Borrowings and Debt Securities

Details of the Group borrowings as at 30 June 2021 are as follows:

As at
30.06.21
RM'000

(a) Short Term borrowings Secured

Bank Overdraft

-

Bankers Acceptance

106

Term loan repayable within 12 months

373

Hire purchase creditor repayable within 12 months

1,201

Lease liability repayable within 12 months

36

1,716

22. Borrowings and Debt Securities (cont'd)

Details of the Group borrowings as at 30 June 2021 are as follows (cont'd):

(b) Long Term borrowings Secured

Term loan repayable after 12 months	4,284
Hire purchase creditor repayable after 12 months	1,972
Lease liability repayable after 12 months	18
	<hr/>
	6,274
	<hr/>

All of the above borrowings are denominated in Ringgit Malaysia.

23. Off Balance Sheet Financial Instruments

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

24. Dividend

No interim dividend has been declared or recommended during the current quarter ended 30 June 2021.

25. Earnings per share

	Current Quarter ended 30/06/21 RM'000	Current Year To Date Ended 30/06/21 RM'000
Basic		
Net profit / (loss) attributable to equity holders of the Company for the period	(773)	2,530
Weighted average number of ordinary shares outstanding as at 30 June 2020	57,905	57,905
Basic earnings / (loss) per share (sen)	(1.33)	4.37

25. Earnings per share (cont'd)

	Current Quarter ended 30/06/21 RM'000	Current Year To Date Ended 30/06/21 RM'000
Diluted		
Net profit / (loss) attributable to equity holders of the Company for the period	(773)	2,530
Weighted average number of ordinary shares outstanding as at 30 June 2020	57,905	57,905
Basic earnings / (loss) per share (sen)	(1.33)	4.37

26. Authorisation for Issue

The interim financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the Directors on 28 September 2021.

BY ORDER OF THE BOARD

ASBANIZAM ABU BAKAR
Company Secretary