

EDARAN BERHAD

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	INDIVIDUAL PERIOD		CUMULATIVE PERIOD	
	Current Year	Corresponding Year	Current Year	Corresponding Year
	Quarter	Quarter	To Date	To Date
	<u>31/12/2020</u>	<u>31/12/2019</u>	<u>31/12/2020</u>	<u>31/12/2019</u>
	RM'000	RM'000	RM'000	RM'000
REVENUE	11,004	12,697	24,056	19,636
COST OF SALES	<u>(4,407)</u>	<u>(7,528)</u>	<u>(11,508)</u>	<u>(11,246)</u>
GROSS PROFIT	6,597	5,169	12,548	8,390
OTHER OPERATING INCOME	87	298	156	341
ADMINISTRATIVE EXPENSES	(3,992)	(4,000)	(7,604)	(7,003)
OTHER OPERATING EXPENSES	<u>(1,432)</u>	<u>(923)</u>	<u>(2,766)</u>	<u>(1,753)</u>
PROFIT / (LOSS) FROM OPERATIONS	1,260	544	2,334	(25)
FINANCE COSTS	<u>(141)</u>	<u>(45)</u>	<u>(187)</u>	<u>(115)</u>
PROFIT / (LOSS) BEFORE TAXATION	1,119	499	2,147	(140)
TAXATION	0	0	(13)	(15)
PROFIT / (LOSS) AFTER TAXATION	<u>1,119</u>	<u>499</u>	<u>2,134</u>	<u>(155)</u>
EARNINGS / (LOSS) PER SHARE (SEN)	<u>1.95</u>	<u>0.74</u>	<u>3.71</u>	<u>(0.38)</u>
ATTRIBUTABLE TO:				
EQUITY HOLDERS OF THE COMPANY	1,129	429	2,150	(218)
MINORITY INTEREST	<u>(10)</u>	<u>70</u>	<u>(16)</u>	<u>63</u>
	<u>1,119</u>	<u>499</u>	<u>2,134</u>	<u>(155)</u>

(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 31 DECEMBER 2020

	<u>AS AT END</u> <u>OF CURRENT YEAR</u> <u>TO DATE</u>	<u>AS AT</u> <u>PRECEDING YEAR</u> <u>FINANCIAL YEAR</u> <u>ENDED</u>
Note	<u>31/12/2020</u> RM'000	<u>30/06/2020</u> RM'000
ASSETS		
NON - CURRENT ASSETS		
Property, plant and equipment	27,897	26,862
Right of use assets	18	37
Investment in Associate	-	-
Other Investment - Quoted	74	109
	27,989	27,008
CURRENT ASSETS		
Amount due from customers for contract works	793	720
Amount due by related company	0	0
Trade receivables	4,451	18,650
Other receivables	2,360	1,969
Deposit with licensed banks	8,290	250
Cash and bank balances	3,736	4,050
	19,630	25,639
TOTAL ASSETS	47,619	52,647
EQUITY AND LIABILITIES		
Equity attributable to owners of the Company		
Share capital	68,022	68,022
Treasury shares	(1,049)	(1,049)
Revaluation reserve	8,093	8,093
Translation reserve	(8)	(5)
Accumulated loss	(49,992)	(52,142)
	25,066	22,919
Non - controlling interests	(994)	(976)
TOTAL EQUITY	24,072	21,943
NON - CURRENT LIABILITIES		
Borrowings	6,970	5,249
Deferred taxation	2,595	2,595
	9,565	7,844
CURRENT LIABILITIES		
Amount due to customers for contract works	2,226	1,654
Trade payables	4,791	11,605
Other payables	4,542	6,440
Provision for taxation	779	1,440
Borrowings	1,644	1,721
	13,982	22,860
Total liabilities	23,547	30,704
TOTAL EQUITY AND LIABILITIES	47,619	52,647

(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 31 DECEMBER 2020

	← Non-Distributable →					Attributable to Equity Holders of the Company	Minority Interest	Total Equity
	Share Capital RM'000	Treasury Shares RM'000	Revaluation Reserve RM'000	Translation Reserve RM'000	Accumulated Loss RM'000	Total RM'000	RM'000	Total RM'000
At 1 July 2020	68,022	(1,049)	8,093	(5)	(52,142)	22,919	(976)	21,943
Foreign currency translation	-	-	-	(3)	-	(3)	(2)	(5)
Profit for the period	-	-	-	-	2,150	2,150	(16)	2,134
Total comprehensive profit for the period	-	-	-	(3)	2,150	2,147	(18)	2,129
At 31 December 2020	68,022	(1,049)	8,093	(8)	(49,992)	25,066	(994)	24,072
At 1 July 2019	68,022	(1,049)	8,241	(4)	(48,879)	26,331	(1,007)	25,324
Foreign currency translation	-	-	-	(1)	-	(1)	0	(1)
Loss for the period	-	-	-	-	(218)	(218)	63	(155)
Total comprehensive profit for the period	-	-	-	(1)	(218)	(219)	63	(156)
At 31 December 2019	68,022	(1,049)	8,241	(5)	(49,097)	26,112	(944)	25,168

(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 31 DECEMBER 2020**

	Current Year to date 31/12/20 RM' 000	Corresponding Year to date 31/12/19 RM' 000
Net cash generated from operating activities	8,596	14,637
Net cash used in investing activities	(2,481)	(344)
Net cash generated from / (used in) financing activities	<u>1,637</u>	<u>(71)</u>
NET INCREASE IN CASH AND CASH EQUIVALENTS	7,752	14,222
Effect of Exchange rate changes	(3)	(1)
CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD	4,050	1,144
CASH AND CASH EQUIVALENTS AT END OF PERIOD	<u><u>11,799</u></u>	<u><u>15,365</u></u>

Cash and cash equivalents comprise the following:

Bank overdrafts	-	-
Deposits with licensed banks	8,290	13,779
Cash and bank balances	<u>3,736</u>	<u>1,806</u>
	12,026	15,585
Less: Deposits pledged as security with licensed banks	<u>(227)</u>	<u>(220)</u>
	<u><u>11,799</u></u>	<u><u>15,365</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 31 DECEMBER 2020

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 31 December 2020.

5. Changes in estimates

There were no changes in the estimates that have had a material effect in the current quarter and financial period ended 31 December 2020.

6. Debt and Equity Securities

There were no issuances, cancellations, repurchases, resale and repayments of debt and equity securities in the current quarter and financial period ended 31 December 2020 other than as mentioned below:-

As at 31 December 2020, 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 31 December 2020.

8. Segmental Information

	Current Quarter Ended 31/12/2020 RM'000	Current Year To Date Ended 31/12/2020 RM'000
Segment Revenue		
Information Technology	11,577	25,004
Telecommunications	-	-
Lifestyle	-	-
Others	885	1,770
	<u>12,462</u>	<u>26,774</u>
Elimination	<u>(1,458)</u>	<u>(2,718)</u>
Group revenue	<u>11,004</u>	<u>24,056</u>
Segment Results		
Information Technology	1,870	3,409
Telecommunications	(151)	(328)
Lifestyle	(112)	(201)
Others	1,467	1,285
	<u>3,074</u>	<u>4,165</u>
Elimination	<u>(1,814)</u>	<u>(1,831)</u>
Profit from operations	<u>1,260</u>	<u>2,334</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 2020.

10. Subsequent Events

There were no material events subsequent to the end of the current quarter and financial period ended 31 December 2020.

11. Changes in Composition of the Group

There were no changes in the composition of the Group during the current quarter and financial period ended 31 December 2020.

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 31 December 2020.

14. Performance Review

The Group's revenue for the current quarter and financial period ended 31 December 2020 increased to RM24.056 million from RM19.636 million in the prior corresponding quarter and financial period ended 31 December 2019. This resulted in the Group recording a profit before taxation of RM2.147 million compared to a loss before taxation of RM140 thousand in the corresponding quarter and financial period ended 31 December 2019.

15. Comment on Material Change in Profit Before Taxation

The Group recorded a profit before taxation of RM1.119 million for the current quarter ended 31 December 2020 (2Q21) as compared to RM1.028 million profit before taxation for the quarter ended 30 September 2020 (1Q21). The variance was mainly attributable to slightly higher gross profit of RM6.597 million registered in 2Q21 as compared to RM5.951 million registered in 1Q21.

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 31/12/2020 RM'000	Current Year To Date Ended 31/12/2020 RM'000
Current year provision	Nil	13
Under/(over) provision in prior years	Nil	Nil
	<hr/>	<hr/>
	Nil	13
Deferred tax:		
Relating to the origination and reversal of temporary differences	Nil	Nil
Over provision in prior years	Nil	Nil
	<hr/>	<hr/>
	Nil	13
	<hr/>	<hr/>

19. Sale of Unquoted Investments and Properties

There were no sales of unquoted investments and properties during the quarter and financial period ended 31 December 2020.

20. Quoted securities

As at
31.12.2020
RM'000

At Fair Value

Equity Securities:

- Quoted Shares 88

Analysed as follows:

Non-Current 88

21. Corporate Proposals

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

22. Borrowings and Debt Securities

Details of the Group borrowings as at 31 December 2020 are as follows:

As at
31.12.2020
RM'000

(a) Short Term borrowings Secured

Bank Overdraft	-
Bankers Acceptance	490
Term loan repayable within 12 months	293
Hire purchase creditor repayable within 12 months	842
Lease liability	19

1,644

22. Borrowings and Debt Securities (cont'd)

Details of the Group borrowings as at 31 December 2020 are as follows (cont'd):

	As at 31.12.2020 RM'000
(b) <u>Long Term borrowings</u> <u>Secured</u>	
Term loan repayable after 12 months	4,419
Hire purchase creditor after 12 months	2,551
	<hr/> <hr/> 6,970

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

The Board of Directors has declared an interim tax exempt (single tier) dividend of 1.75 sen per ordinary share in respect of the financial year ending 30 June 2021, which will be paid on 26 March 2021.

25. Earnings per share

	Current Quarter ended 31/12/2020 RM'000	Current Year To Date Ended 31/12/2020 RM'000
Basic		
Profit attributable to equity holders of the Company	1,129	2,150
Weighted average number of ordinary shares as at 30 June 2020	57,905	57,905
Basic earnings per share (sen)	1.95	3.71

25. Earnings per share (cont'd)

	Current Quarter ended 31/12/2020 RM'000	Current Year To Date Ended 31/12/2020 RM'000
Diluted		
Profit attributable to equity holders of the Company	1,129	2,150
Weighted average number of ordinary shares as at 30 June 2020	57,905	57,905
Diluted earnings per share (sen)	1.95	3.71

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 24 February 2021.

BY ORDER OF THE BOARD

ASBANIZAM ABU BAKAR
Company Secretary