

EDARAN BERHAD

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	<u>INDIVIDUAL PERIOD</u>		<u>CUMULATIVE PERIOD</u>	
	<u>Current Year</u> <u>Quarter</u> <u>31/12/2022</u> RM'000	<u>Corresponding Year</u> <u>Quarter</u> <u>31/12/2021</u> RM'000	<u>Current Year</u> <u>To Date</u> <u>31/12/2022</u> RM'000	<u>Corresponding Year</u> <u>To Date</u> <u>31/12/2021</u> RM'000
REVENUE	19,852	16,389	31,163	25,555
COST OF SALES	<u>(11,360)</u>	<u>(9,444)</u>	<u>(18,373)</u>	<u>(13,788)</u>
GROSS PROFIT	8,492	6,945	12,790	11,767
OTHER OPERATING INCOME	110	63	172	125
ADMINISTRATIVE EXPENSES	(4,926)	(4,594)	(8,482)	(7,704)
OTHER OPERATING EXPENSES	<u>(1,732)</u>	<u>(1,688)</u>	<u>(3,204)</u>	<u>(3,014)</u>
PROFIT FROM OPERATIONS	1,944	726	1,276	1,174
FINANCE COSTS	<u>(304)</u>	<u>(182)</u>	<u>(601)</u>	<u>(354)</u>
PROFIT BEFORE TAXATION	1,640	544	675	820
TAXATION	<u>(358)</u>	<u>(422)</u>	<u>(364)</u>	<u>(558)</u>
PROFIT AFTER TAXATION	<u>1,282</u>	<u>122</u>	<u>311</u>	<u>262</u>
EARNINGS PER SHARE (SEN)	<u>2.22</u>	<u>0.21</u>	<u>0.54</u>	<u>0.45</u>
ATTRIBUTABLE TO:				
EQUITY HOLDERS OF THE COMPANY	1,283	123	312	263
MINORITY INTEREST	<u>-1</u>	<u>-1</u>	<u>-1</u>	<u>-1</u>
	<u>1,282</u>	<u>122</u>	<u>311</u>	<u>262</u>

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

EDARAN BERHAD

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2022

	<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>31/12/2022</u> RM'000	<u>30/06/2022</u> RM'000
ASSETS		
NON - CURRENT ASSETS		
Property, plant and equipment	10,002	9,539
Right of use assets	23,064	22,304
Intangible assets	704	630
Other Investment - Quoted	10	10
	<u>33,780</u>	<u>32,483</u>
CURRENT ASSETS		
Amount due from customers for contract works	-	190
Inventories	827	-
Trade receivables	1,311	21,162
Other receivables	637	584
Tax recoverable	25	25
Deposit with licensed banks	25,307	1,032
Cash and bank balances	3,113	2,030
	<u>31,220</u>	<u>25,023</u>
TOTAL ASSETS	<u>65,000</u>	<u>57,506</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	12,986	12,986
Translation reserve	(5)	(6)
Accumulated loss	(50,450)	(50,762)
	<u>29,504</u>	<u>29,191</u>
Non - controlling interests	(999)	(998)
TOTAL EQUITY	<u>28,505</u>	<u>28,193</u>
NON - CURRENT LIABILITIES		
Borrowings	22 (b) 8,016	6,281
Deferred taxation	4,154	4,154
	<u>12,170</u>	<u>10,435</u>
CURRENT LIABILITIES		
Amount due to customers for contract works	6,964	1,856
Trade payables	7,886	5,397
Other payables	4,453	5,758
Provision for taxation	1,082	1,433
Borrowings	22 (a) 3,940	4,434
	<u>24,325</u>	<u>18,878</u>
Total liabilities	<u>36,495</u>	<u>29,313</u>
TOTAL EQUITY AND LIABILITIES	<u>65,000</u>	<u>57,506</u>

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

EDARAN BERHAD

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE QUARTER ENDED 31 DECEMBER 2022

	← Non-Distributable →					Attributable to Equity Holders of the Company	Minority Interest	Total Equity
	Share Capital RM'000	Treasury Shares RM'000	Revaluation Reserve RM'000	Translation Reserve RM'000	Accumulated Loss RM'000	Total RM'000	RM'000	Total RM'000
At 1 July 2022	68,022	(1,049)	12,986	(6)	(50,762)	29,191	(998)	28,193
Foreign currency translation	-	-	-	1	-	1	-	1
Profit for the period	-	-	-	-	312	312	(1)	311
Total comprehensive profit for the period	-	-	-	1	312	313	(1)	312
At 31 December 2022	<u>68,022</u>	<u>(1,049)</u>	<u>12,986</u>	<u>(5)</u>	<u>(50,450)</u>	<u>29,504</u>	<u>(999)</u>	<u>28,505</u>
At 1 July 2021	68,022	(1,049)	7,946	(6)	(50,479)	24,434	(995)	23,439
Foreign currency translation	-	-	-	-	-	-	(2)	(2)
Profit for the period	-	-	-	-	263	263	(1)	262
Revaluation surplus of leasehold land and buildings	-	-	5,250	-	-	5,250	-	5,250
Total comprehensive profit for the period	-	-	5,250	-	263	5,513	(3)	5,510
At 31 December 2021	<u>68,022</u>	<u>(1,049)</u>	<u>13,196</u>	<u>(6)</u>	<u>(50,216)</u>	<u>29,947</u>	<u>(998)</u>	<u>28,949</u>

(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual
Financial Report for the year ended 30 June 2022)

EDARAN BERHAD**CONDENSED CONSOLIDATED CASH FLOW STATEMENT
FOR THE YEAR QUARTER ENDED 31 DECEMBER 2022**

	Current Year to date 31/12/2022 RM' 000	Corresponding Year to date 31/12/2021 RM' 000
Net cash generated from / (used in) operating activities	26,343	(1,826)
Net cash (used in) / generated from investing activities	(2,000)	209
Net cash generated from / (used in) financing activities	<u>3,390</u>	<u>(432)</u>
NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS	27,733	(2,049)
CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD	687	10,008
CASH AND CASH EQUIVALENTS AT END OF PERIOD	<u>28,420</u>	<u>7,959</u>

Cash and cash equivalents comprise the following:

Bank overdrafts	-	-
Deposits with licensed banks	25,307	6,064
Cash and bank balances	<u>3,113</u>	<u>2,122</u>
	28,420	8,186
Less: Deposits pledged as security with licensed banks	-	(227)
	<u>28,420</u>	<u>7,959</u>

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

EDARAN BERHAD

NOTES TO THE ACCOUNTS FOR THE PERIOD ENDED 31 DECEMBER 2022

1. Basis of Preparation

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

The interim financial statements should be read in conjunction with the audited financial statements for the year ended 30 June 2022. These explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the financial year ended 30 June 2022.

The same accounting policies and methods of computation are followed in the interim financial statements as compared with the financial statements for the year ended 30 June 2022.

2. Auditors’ Report on Preceding Annual Financial Statements

The auditors’ report on the financial statements for the year ended 30 June 2022 was not qualified.

3. Comments About Seasonal or Cyclical Factors

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

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

There were no unusual items affecting assets, liabilities, equity, net income or cash flows in the current quarter and financial period ended 31 December 2022.

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 2022.

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 2022 other than as mentioned below: -

As at 31 December 2022, the Company held as treasury shares a total of 2,094,800 of its 60,000,000 issued ordinary shares. Such treasury shares are held at a carrying amount of RM1,049,536.

7. Segmental Information

	Current Quarter Ended 31/12/2022 RM'000	Current Year To Date Ended 31/12/2022 RM'000
Segment Revenue		
Information Technology	20,840	32,348
Telecommunications	-	-
Lifestyle	-	423
Others	2,119	3,866
	<u>22,959</u>	<u>36,637</u>
Elimination	<u>(3,107)</u>	<u>(5,474)</u>
Group revenue	<u>19,852</u>	<u>31,163</u>
Segment Results		
Information Technology	2,016	1,776
Telecommunications	(67)	643
Lifestyle	790	710
Others	524	1,185
	<u>3,263</u>	<u>4,314</u>
Elimination	<u>(1,319)</u>	<u>(3,038)</u>
Profit from operations	<u>1,944</u>	<u>1,276</u>

8. Dividends Paid

There is no dividend paid during the financial period ended 31 December 2022.

9. Carrying Amount of Revalued Assets

The valuation of property, plant and equipment and investment properties have been brought forward without amendment from the financial statements for the year ended 30 June 2022.

10. Subsequent Events

There were no material events subsequent to the end of the current quarter and financial period ended 31 December 2022.

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 2022.

12. Changes in Contingent Liabilities and Contingent Assets

There were no changes in contingent liabilities or contingent assets since the last annual balance sheet as at 30 June 2022.

13. Capital Commitments

There were no capital commitments for the current quarter and financial period ended 31 December 2022.

14. Performance Review

The Group's revenue for the current quarter and financial period ended 31 December 2022 increased to RM31.163 million from RM25.555 million in the prior corresponding quarter and financial period ended 31 December 2021. However, the increase in operating costs resulted in the Group recording a lower profit before taxation of RM675 thousand compared to a profit before taxation of RM820 thousand in the corresponding quarter and financial period ended 31 December 2021.

15. Comment on Material Change in Profit Before Taxation

The Group recorded a profit before taxation of RM1.640 million for the current quarter ended 31 December 2022 (2Q23) as compared to RM966 thousand loss before taxation for the quarter ended 30 September 2022 (1Q23). The variance was mainly attributable to higher gross profit of RM8.492 million registered in 2Q23 as compared to RM4.298 million registered in 1Q23. However, during 2Q23, the Group also incurred higher operating costs of RM6.658 million as compared to RM5.029 million in 1Q23.

16. Commentary on Prospects

The financial performance of the Group is expected to improve with the continuation of the projects the Group is currently undertaking.

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 31/12/2022 RM'000	Current Year To Date Ended 31/12/2022 RM'000
Current year provision	358	364
Under/(over) provision in prior years	Nil	Nil
	<u>358</u>	<u>364</u>
Deferred tax:		
Relating to the origination and reversal of temporary differences	Nil	Nil
Over provision in prior years	Nil	Nil
	<u>358</u>	<u>364</u>

19. Sale of Unquoted Investments and Properties

There were no sales of unquoted investments and properties during the quarter and financial period ended 31 December 2022.

20. Quoted securities

As at
31.12.2022
RM'000

At Fair Value

Equity Securities:
- Quoted Shares

10

Analysed as follows:
Non-Current

10

21. Corporate Proposals

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

22. Borrowings and Debt Securities

Details of the Group borrowings as at 31 December 2022 are as follows:

As at
31.12.2022
RM'000

(a) Short Term borrowings Secured

Bank Overdraft	-
Bankers' Acceptance	2,758
Term loan repayable within 12 months	179
Hire purchase creditor repayable within 12 months	998
Lease liability	5

3,940

22. Borrowings and Debt Securities (cont'd)

Details of the Group borrowings as at 31 December 2022 are as follows (cont'd):

	As at 31.12.2022 RM'000
(b) <u>Long Term borrowings</u> <u>Secured</u>	
Term loan repayable after 12 months	5,209
Hire purchase creditor after 12 months	2,807
	<hr/> <hr/> 8,016

All of the above borrowings are denominated in Ringgit Malaysia.

23. Off Balance Sheet Financial Instruments

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

24. Dividend Payable

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 2023, which was paid on 03 February 2023.

25. Earnings per share

	Current Quarter ended 31/12/2022 RM'000	Current Year To Date Ended 31/12/2022 RM'000
Basic		
Profit attributable to equity holders of the Company	1,283	312
Weighted average number of ordinary shares as at 30 June 2022	57,905	57,905
Basic earnings per share (sen)	2.22	0.54

25. Earnings per share (cont'd)

	Current Quarter ended 31/12/2022 RM'000	Current Year To Date Ended 31/12/2022 RM'000
Diluted		
Profit attributable to equity holders of the Company	1,283	312
Weighted average number of ordinary shares as at 30 June 2022	57,905	57,905
Diluted earnings per share (sen)	2.22	0.54

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 February 2023.

BY ORDER OF THE BOARD

ASBANIZAM ABU BAKAR
Company Secretary