

...WITHOUT BORDERS...

Building teams... Serving communities...

Integrity remains our guiding principle, enabling us to discern truth from falsehood and to reject actions that lead to harm, corruption, and decay.

True progress enriches lives, nurtures growth, and leaves a positive legacy. For EDARAN, it is never an end in itself but an ongoing journey, best measured by the enduring impact it has on individuals, communities, and the world around us. It is the ability to uplift others, cultivate wisdom, and inspire transformation. It is about the people whose lives we touch, the communities we uplift, and the sense of purpose we cultivate along the way. EDARAN believes that Progress much like success, must be shared to be sustainable and meaningful.

As a business organisation, we continue to uphold that business is not just about numbers; they are about impact. With adequate and right resources, technology, knowledge and expertise we want to serve communities and in doing so, help them become self-sufficient, we want to ensure prosperity is shared, not hoarded. For surely, when we lift others up, we create a ripple effect of success, one that goes far beyond the confines of any boardroom.

It is our desire to continue building and connecting for progress. It is our desire to continue to enrich and benefit those who work and collaborate with us on our mission. Ultimately, the foundation of a sustainable mission shall rest on a strong united team supported by a strong, collaborative community.

We believe that when communities are collaborative yet autonomous, everyone benefits. Progress, as we see it, is not about hoarding control or creating dependence but about enabling others to stand on their own and build a future they can be assured of. Progress must transcend boundaries. It is about winning together as a Team, as a Community.

The path ahead is one of growth and shared blessings underpinned by a commitment to making our communities and our world a better, more sustainable place in which to live.

***Dear Valued Partners and Shareholders,
“My earth is vast...” - Surah Ankabut 56”***

I start my message with an assuring and comforting reminder to all of us that this created earth is vast and spacious. The earth is without borders, without boundaries.

Valued Shareholders, another fiscal year has come to an end, and I am happy to present to you the Group’s Financial Statement and Annual Report for the year ended 30 June 2025.

As we approach a new fiscal year, we find ourselves reflecting on the past 12 months. The world continues to evolve rapidly, driven by relentless and astounding advancements in artificial intelligence, volatile socio-economic shifts, unpredictable political developments and never-ending wars. Most recently, the world has had to deal with the escalating global turbulence brought about by ‘tariff wars’ which began effectively on 2 April 2025. Regardless of such volatility, our Group remains guided and steadfastly navigates its course, remembering Surah Ankabut 56, that His earth is spacious.

Notwithstanding the uncertainties, there are encouraging signs that motivate us to continue doing our best. Innovations in technology, expanding global cooperation, and growing awareness around sustainability and ethical practices are helping to shape a more hopeful and interconnected world. These positive developments inspire us to embrace change and face the uncertainties with optimism, fuelling our drive to growth and adopt forward-thinking strategies.

Within our own Group, we have made significant strides in aligning our business operations with these broader global trends. Notably, our pursuit of new business activities, particularly in the trading, distribution, processing, production and packaging of Halal food through Edar Life, is a bold stride in that direction. We are convinced this activity is a key growth area and we will continue to explore and expand this business in the immediate and near future. This venture reflects our ability to diversify and adapt to market demand and seek out opportunities that will not only drive the Group’s profitability but also contribute positively to the communities we serve. As we venture into new business activities, we remain focused on maintaining our commitment to excellence even as we remain dedicated to our principles of honest and good business practices.

Financial Performance

I am pleased to share that the efforts and diligence of the EDARAN Team over the year in review paid off. The Group closed the Financial Year in a positive position, marking the fourth consecutive financial year of positive results. EDARAN achieved a total revenue of RM132.96 million, marking an increase of 24.8% from RM106.54 million in the previous year. This improvement is a milestone achievement for the Group and we are inspired and encouraged.

Our continual cost management efforts resulted in an improvement in Profit Before Tax (PBT). PBT improved by 36.2% to RM6.97 million compared to RM5.12 million in the previous year. This improvement represents yet another milestone achievement for the Group. Profit after Tax increased by 30.9% to reach RM4.07 million compared to RM3.11 million in the previous financial year.

Sharing The Rewards

The Group has provided for higher dividends to our Shareholders as a way of sharing the rewards of our positive performance. The total dividends paid out for this Financial Year 2025 was 4.75 sen per share. This amounted to a RM2.75 million dividend payout compared to RM1.7 million in the last financial year. The Group is happy to say that it has been sharing these financial rewards for the past 5 consecutive financial years.

Capital Reduction

Yet another significant decision made by the Group this year was the proposal of capital reduction of up to RM52 million of the issued share capital of the Company. The proposal received the unanimous approval of the Shareholders at the Extraordinary General Meeting on 26 March 2025, and this decision effectively enabled the Company to eliminate its accumulated losses to more appropriately reflect the value of the underlying assets and the financial position of the Company and the Group. The Group deemed this decision as crucial principally because it restores and enhances the credibility of the Company with respect to the true underlying value of the Company's businesses.

IT Services

IT remains our traditional domain from which we may expand and apply our knowledge, skills and experience.

The Company's focus on IT services as its core business activity has been pivotal to its resilience and success, even amidst the volatile and unpredictable shifts in the broader business landscape. Information technology solutions are a cornerstone for virtually every organisation, providing the foundation for seamless operations and growth. The essential nature of IT services ensures a consistent demand, allowing the Company to maintain stability while navigating external challenges. Moreover, this field, while highly competitive, is rich with opportunities for innovation and creativity, giving the Company room to distinguish itself in the market.

Through strategic efforts, the Company has continually expanded its portfolio of expertise, delivering efficient software and applications that meet evolving customer needs. By focusing on creating value, it has successfully launched versatile apps like Payje and Orbit, which have been well-received in the market. These applications underscore the Company's commitment to developing high-quality solutions that enhance user experiences and streamline processes for its clients.

In addition to technological advancements, the Company places great emphasis on fostering strong relationships and establishing partnerships built on mutual benefit. By prioritising trust and collaboration, it has earned a reputation for reliability and integrity among its clients and stakeholders. This dual approach leveraging innovation while nurturing relationships has solidified the Company's position as one of the leaders in the IT services sector, ensuring its continued growth and adaptability in an ever-changing environment.

Halal Foods

The 'halal' food business offers an engaging and collaborative framework, enabling Edar Life to forge robust partnerships across the supply chain.

The Company's expansion into the halal food business, particularly Halal Frozen Meats, represents a strategic step toward broadening its business portfolio while addressing one of humanity's most fundamental needs - food. This move stems from the Company's recognition of the critical role food plays in sustaining communities and fostering well-being. By entering the halal food sector, the Company seeks to meet the growing demand for halal-certified products, which are not only essential for the Muslim community but also appeal to a broader audience due to their stringent quality and ethical standards.

Edar Life is setting forth in this new business with a vision to foster thriving and harmonious communities. Edar Life, a fully owned subsidiary of the EDARAN Group approaches this venture with a commitment to delivering products designed to cater to the diverse social and economic layers of society. Emphasising quality above excessive profit margins, the Company ensures its halal frozen meats stand out for their integrity and excellence.

The halal food business offers an engaging and collaborative framework, enabling Edar Life to forge robust partnerships across the supply chain. From sourcing raw materials to distribution, the Company sees immense potential in cultivating win-win relationships with stakeholders at every stage of the value chain. By building networks of trusted partners, the company will not only be able to strengthen its market presence but may also contribute to the development of sustainable and mutually beneficial business ecosystems. This deliberate approach aims to position Edar Life as a trusted leader in the halal food industry, paving the way for long-term, sustainable growth and community enrichment.

The Group shall continue to commit itself to operating businesses that protect shareholders' interest. However, our ultimate mission and goal in business go far beyond the pursuit of profits or commercial success.

Indeed, the most noble of you in the sight of Allah is the most righteous of you.

– Surah Al-Hujurat Ayat 13-

We remain guided by the profound teaching of Surah Al-Hujurat:13, which reminds us that the most noble in the eyes of Allah are those who are the most righteous. This is not just a moral principle; but the very foundation upon which we structure our lives and conduct our business activities.

We continue to ensure that in all that we do, our actions have to be in alignment with this higher purpose. We maintain that business is not simply a means of generating financial returns - rather, it is a responsibility, a platform on and through which we uphold the values that define who we are.

While the pursuit of growth and profitability remains essential, our ultimate mission is to build wisely, to grow responsibly and to share generously.

Integrity – Increased Importance

Integrity shall remain our moral compass; without it, any claim to success is but an illusion, hollow and unworthy of lasting honour.

In today's environment where we are constantly challenged by ambiguous rules and misguided choices and possibilities, honesty must stand as a clear and unwavering guide. Hence, we see it essential to reaffirm this core value which we hold. Integrity is a foundational value within the EDARAN Group and in this age and time, it takes on a renewed urgency.

As we confront an increasingly intelligent world, as machines become smarter and as algorithms become more powerful, we find ourselves at a crossroads. Technology is no longer just the enabling tool it once was, it is a partner in decision-making, in communication, relationships and even in governance. In such a landscape, integrity which is basically the quality of being honest, and doing what is right even when no one is watching, becomes the touchstone of our every action.

We uphold the value of integrity because it speaks to the inner character of individuals and the organisation, reflecting a commitment to truth, fairness, and responsibility. It is about doing what is right, not because it is convenient, profitable, or expected, but because it aligns with a higher sense of ethical duty, it aligns with our belief.

For EDARAN, integrity in business means consistency between values, words, and actions. It is the practice of honesty, even when dishonesty might offer a short-term gain. It is standing by our commitments, even when it is difficult. It is treating our employees, customers, suppliers, and the wider community with fairness, respect, and dignity. As we have professed many times, success is not only measured by profits, but also by the manner in which those profits are gained. Indeed, only profits earned with honesty is profit that is worth accounting for. Integrity shall remain our guiding principle.

Borderless...

In a world increasingly driven by short-term gains and personal ambition, we choose a different way - one anchored in honesty and trust, guided by values, and united by a shared purpose. We are on a collective journey forward in a world without borders, borders we create in our minds, borders that limit us.

We aim to cultivate networks of trusted partners, so that the company not only fortifies its presence but also contributes to something far more enduring, that is, the shaping of sustainable and mutually enriching ecosystems. In these ecosystems, success is no longer a solitary pursuit but a shared journey, where each step forward creates opportunities for others to rise.

We will measure not by milestones reached, but by the depth of the impact left behind. Not just in what we build, but in what we enable others to build alongside us.

Progress, and success, as it were, are not just about our own growth but about contributing to the broader tapestry of society. Our mission has grown over the years, and today, we understand that our responsibility extends beyond satisfying the needs of shareholders and stakeholders. While those achievements are important, we know they should not be the sole measure of success. Instead, we are equally committed to making the world a better place - a place where communities are stronger, happier, more prosperous, and better connected.

At the core of our Group's ethos is the belief that enhancing life, contributing positively to society, and fostering sustainable communities should always be at the heart of our journey. Our philosophy may seem idealistic to some, but it is, in fact, the very foundation upon which our Group has stood since its humble beginnings. We believe that creating value for the community is as important, if not more important, than achieving financial success.

The Group's growth has been matched by its commitment to building an ethical and value-driven organisation. We embrace God-centred values and principles that encourage respect for both humankind and the environment. We hold dear the belief that continual, wholesome development of the human being through knowledge, compassion, and collaboration is key to fostering meaningful change. And so, we do not just focus on the success of our Group; we focus on the success of the individuals, teams, and communities that we engage with. Our mission of serving and shaping sustainable communities is as much about nurturing these values in our own organisation as it is about spreading them far beyond our corporate borders.

Looking ahead, we are excited to continue this important work. We envision a future where our Group is not only known for its business accomplishments but also for its contributions to building thriving, resilient communities. Our goal is to provide these communities with more than just financial support. We seek to share knowledge, resources, skills, and ideas that can empower individuals and organisations. Whether it is offering IT expertise, donating technology, developing learning opportunities, providing the basic infrastructure for small business, we are committed to creating long-term, mutually beneficial relationships with the communities we engage with.

The path ahead is one of shared growth, shared success, and a shared commitment to making the world and the communities within it a better, more sustainable place to live.

I take this opportunity to thank you, dear shareholders and partners, for joining us on this journey.

Yours sincerely,

Dato' Abdul Halim Abdullah
Chairman