

**SUMMARY OF KEY FINANCIAL INFORMATION
FOR THE FOURTH QUARTER AND TWELVE MONTHS ENDED 31 March 2016**

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER		
	CURRENT YEAR QUARTER [31/03/2016] RM'000	PRECEDING YEAR CORRESPONDING QUARTER [31/03/2015] RM'000	CURRENT YEAR QUARTER [31/03/2016] RM'000	PRECEDING YEAR CORRESPONDING QUARTER [31/03/2015] RM'000	
1	Revenue	7,497	21,558	58,525	78,234
2	Loss before tax	(1,183)	(1,972)	(2,756)	(3,292)
3	Loss for the period	(1,189)	(1,992)	(2,866)	(3,370)
4	Loss attributable to owners of the Company	(1,119)	(2,188)	(2,736)	(4,240)
5	Basic loss per share (sen)	(0.29)	(0.57)	(0.71)	(1.11)
6	Proposed/Declared dividend per share (sen)	-	-	-	-
		AS AT END OF CURRENT QUARTER		AS AT PRECEDING FINANCIAL YEAR END	
7	Net assets per share attributable to owners of the Company (RM)		0.08		0.08

ADDITIONAL INFORMATION

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER		
	CURRENT YEAR QUARTER [31/03/2016] RM'000	PRECEDING YEAR CORRESPONDING QUARTER [31/03/2015] RM'000	CURRENT YEAR QUARTER [31/03/2016] RM'000	PRECEDING YEAR CORRESPONDING QUARTER [31/03/2015] RM'000	
1	Gross interest income	126	169	792	743
2	Gross interest expense	139	109	435	366

**CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
FOR THE FOURTH QUARTER AND TWELVE MONTHS ENDED 31 March 2016**
(The figures have been audited)

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER	PRECEDING YEAR CORRESPONDING QUARTER	CURRENT YEAR QUARTER	PRECEDING YEAR CORRESPONDING QUARTER
	[31/03/2016] RM'000	[31/03/2015] RM'000	[31/03/2016] RM'000	[31/03/2015] RM'000
Revenue	7,497	21,558	58,525	78,234
Operating expenses	(8,782)	(23,692)	(61,687)	(82,234)
Other operating income	228	266	975	1,168
Operating loss	(1,057)	(1,868)	(2,187)	(2,832)
Finance costs	(126)	(104)	(569)	(460)
Loss before tax	(1,183)	(1,972)	(2,756)	(3,292)
Taxation	(6)	(20)	(110)	(78)
Loss for the period	(1,189)	(1,992)	(2,866)	(3,370)
Other comprehensive (loss)/income:				
Foreign currency translation differences	(34)	21	40	66
Other comprehensive (loss)/income for the period, net of tax	(34)	21	40	66
Total comprehensive loss for the period	(1,223)	(1,971)	(2,826)	(3,304)
Loss for the period attributed to :				
Owners of the Company	(1,119)	(2,188)	(2,736)	(4,240)
Non-controlling interest	(70)	196	(130)	870
	(1,189)	(1,992)	(2,866)	(3,370)
Total comprehensive loss attributable to:				
Owners of the Company	(1,153)	(2,167)	(2,696)	(4,174)
Non-controlling interest	(70)	196	(130)	870
	(1,223)	(1,971)	(2,826)	(3,304)
Loss per share :				
- basic (sen)	(0.29)	(0.57)	(0.71)	(1.11)
- diluted (sen)	N/A	N/A	N/A	N/A

	AS AT END OF CURRENT QUARTER	AS AT PRECEDING FINANCIAL YEAR END
Net assets per share (RM)	0.08	0.08

The condensed consolidated statements of comprehensive income should be read in conjunction with the audited financial statements for the year ended 31 March 2015 and the accompanying explanatory notes attached to the interim financial statements.

DATAPREP HOLDINGS BHD (Company No. : 183059-H)

**CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
AS AT 31 MARCH 2016**

	As at 31.03.2016 (Audited) RM'000	As at 31.3.2015 (Audited) RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	1,342	1,148
Intangible assets	144	226
Other Investments	91	91
	<u>1,577</u>	<u>1,465</u>
Current Assets		
Inventories	638	543
Trade receivables	16,036	27,605
Other receivables	1,180	1,086
Tax recoverable	62	2
Deposits, cash and bank balances	23,684	26,535
	<u>41,600</u>	<u>55,771</u>
TOTAL ASSETS	<u>43,177</u>	<u>57,236</u>
EQUITY AND LIABILITIES		
Equity attributable to owners of the Company		
Share capital	95,772	95,772
Share premium	5,488	5,488
Merger deficit	(13,509)	(13,509)
Foreign exchange reserve	142	102
Accumulated losses	(58,429)	(57,407)
	<u>29,464</u>	<u>30,446</u>
Non-controlling interest	(109)	1,953
Total equity	<u>29,355</u>	<u>32,399</u>
Non-current liabilities		
Long term borrowings	178	204
	<u>178</u>	<u>204</u>
Current Liabilities		
Trade payables	3,041	12,056
Other payables	3,939	4,078
Provision for taxation	13	21
Short term borrowings	6,651	8,478
Total current liabilities	<u>13,644</u>	<u>24,633</u>
Total liabilities	<u>13,822</u>	<u>24,837</u>
TOTAL EQUITY AND LIABILITIES	<u>43,177</u>	<u>57,236</u>
Net assets per share (RM)	0.08	0.08

The condensed consolidated statement of financial position should be read in conjunction with the audited financial statements for the year ended 31 March 2015 and the accompanying explanatory notes attached to the interim financial statements.

DATAPREP HOLDINGS BHD (Company No. : 183059-H)

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE FOURTH QUARTER AND TWELVE MONTHS ENDED 31 March 2016**

<----- Attributable to the Owners of the Company ----->
<----- Non-distributable ----->

	Share Capital RM'000	Share premium RM'000	Merger deficit RM'000	Foreign exchange reserve RM'000	Accumulated losses RM'000	Total RM'000	Non- controlling interest RM'000	Total Equity RM'000
At 1 April 2015	95,772	5,488	(13,509)	102	(57,407)	30,446	1,953	32,399
Loss for the financial year	-	-	-	-	(2,736)	(2,736)	(130)	(2,866)
Foreign currency translation gain of foreign operations	-	-	-	40	-	40	-	40
Total comprehensive loss for the year	-	-	-	40	(2,736)	(2,696)	(130)	(2,826)
Transactions with owners :								
Disposal of shares in a subsidiary to non-controlling interest	-	-	-	-	-	-	256	256
Acquisition of non-controlling interest in a subsidiary	-	-	-	-	1,714	1,714	(2,188)	(474)
Total transactions with owners	-	-	-	-	1,714	1,714	(1,932)	(218)
At 31 March 2016	95,772	5,488	(13,509)	142	(58,429)	29,464	(109)	29,355
At 1 April 2014	95,772	5,488	(13,509)	36	(53,167)	34,620	1,083	35,703
Loss for the financial year	-	-	-	-	(4,240)	(4,240)	870	(3,370)
Other comprehensive income:								
Foreign currency translation gain for foreign operations	-	-	-	66	-	66	-	66
Total comprehensive loss for the year	-	-	-	66	(4,240)	(4,174)	870	(3,304)
At 31 March 2015	95,772	5,488	(13,509)	102	(57,407)	30,446	1,953	32,399

The condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the year ended 31 March 2015 and the accompanying explanatory notes attached to the interim financial statements.

CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS
FOR THE FOURTH QUARTER AND TWELVE MONTHS ENDED 31 March 2016

	Twelve Months Ended	
	31.03.2016	31.03.2015
	RM'000	RM'000
Cash Flow from Operating Activities		
Loss before taxation	(2,756)	(3,292)
Adjustment for :-		
Non-cash items	382	1,534
Non-operating items	(357)	(377)
Operating loss before working capital changes	<u>(2,731)</u>	<u>(2,135)</u>
(Increase) / Decrease in inventories	(171)	1
Decrease / (Increase) in receivables	11,629	(1,521)
(Decrease) / Increase in payables	(9,126)	2,124
Cash used in operations	<u>(399)</u>	<u>(1,531)</u>
Tax paid	(178)	(114)
Interest received	792	743
Interest paid	(435)	(366)
Net cash used in operating activities	<u>(220)</u>	<u>(1,268)</u>
Cash flow from Investing Activities		
Purchase of plant and equipment	(679)	(200)
Purchase of intangible assets	(11)	(74)
Proceeds from disposal of plant and equipment	90	9
Proceeds from disposal of shares in a subsidiary to non controlling interest	256	-
Acquisition of additional shares in a subsidiary from a non-controlling interest	(474)	-
Net cash used in investing activities	<u>(818)</u>	<u>(265)</u>
Cash flow from Financing Activities		
Drawdown of borrowings	-	5,905
Repayment of borrowings	(1,821)	(721)
Repayment of hire purchase liabilities	(32)	(68)
Net cash (used in) / generated from financing activities	<u>(1,853)</u>	<u>5,116</u>
Net (decrease)/ increase in cash and cash equivalents	<u>(2,891)</u>	<u>3,583</u>
Effect of exchange rate fluctuations	40	66
Cash and cash equivalents at beginning of the year	<u>26,535</u>	<u>22,886</u>
Cash and cash equivalents at end of year	<u><u>23,684</u></u>	<u><u>26,535</u></u>

Cash and cash equivalents at end of year comprise the following:

	As at 31.03.2016 RM'000	As at 31.03.2015 RM'000
Deposits with licensed commercial banks	18,762	18,404
Cash and bank balances	4,922	8,131
Cash and cash equivalents	<u><u>23,684</u></u>	<u><u>26,535</u></u>

The condensed consolidated cash flow statement should be read in conjunction with the audited financial statements for the year ended 31 March 2015 and the accompanying explanatory notes attached to the interim financial statements.

1. Basis of preparation

The interim financial statements are audited and have been prepared in accordance with the requirements of Malaysian Financial Reporting Standard (“MFRS”) 134: Interim Financial Reporting and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad (“BMSB”). The condensed consolidated interim financial statements also comply with International Accounting Standard 34: Interim Financial Reporting issued by the International Accounting Standards Board (“IASB”).

The interim financial statements should be read in conjunction with the Group’s audited financial statements for the financial year ended 31 March 2015. The significant accounting policies adopted are consistent with those of the audited financial statements for the financial year ended 31 March 2015 except for the adoption of the following new and revised Malaysian Financial Reporting Standards (“MFRS”), Amendments to MFRSs and IC Interpretations:

Amendments to MFRSs and IC Interpretation

Amendments to MFRS 119, Defined Benefit Plans : Employee Contributions

Amendments to MFRSs contained in the document entitled “Annual Improvements to MFRSs 2010–2012 Cycle”

Amendments to MFRSs contained in the document entitled “Annual Improvements to MFRSs 2011–2013 Cycle

The adoption of the new and revised MFRSs and IC Interpretations and their amendments did not result in any significant effect on the financial position and financial performance of the Group and of the Company.

The Group has not adopted the following standards and interpretations that have been issued but are not yet effective:

(a) Effective for financial periods beginning on or after 1 January 2016

Amendments to MFRS 101: Disclosure Initiative

Amendments to MFRS 10, MFRS 12 and MFRS 128(2011): Investment Entities- Applying the Consolidation Exception.

Amendments to MFRS 116 and MFRS 138: Clarification of Acceptable Methods of Depreciation and Amortisation

Amendments to MFRS 127: Equity Method in Separate Financial Statements

Amendments to MFRSs contained in the document entitled “Annual Improvements to MFRSs 2012–2014 Cycle

(b) Effective for financial periods beginning on or after 1 January 2017

Amendment to MFRS 107 – Disclosure Initiative

Amendment to MFRS 112- Recognition of Deferred tax Assets for Unrealized Losses

(c) Effective for financial periods beginning on or after 1 January 2018

MFRS 9: Financial Instruments (IFRS 9 as issued by International Accounting Standards Board (“IASB”) in July 2014)

MFRS 15: Revenue from Contracts with Customers

(d) Effective for financial periods beginning on or after 1 January 2019

MFRS 16 Leases

(e) Effective for annual periods beginning on or after a date to be determined by MASB

Amendments to MFRS 10 and MFRS 128 - Sale or Contribution of Assets between an Investor and its Associate or Joint Venture

2. Audit qualification of the preceding annual financial statement

The Auditors' Report of the Group's Annual Financial Statements for the financial year ended 31 March 2015 was not subject to any qualification.

3. Seasonality or cyclical nature of the operations

The Group does not experience any seasonal or cyclical sales cycle. However, there may be fluctuations between the quarters due to the nature of the system integration businesses which are secured on a project-by-project basis.

4. Material unusual items

There were no material unusual or exceptional items affecting the assets, liabilities, equity, net income or cash flows of the Group for the current quarter under review.

5. Changes in estimates

There were no changes in accounting estimates of amounts reported in prior interim periods of the current financial year or changes in estimates of amounts reported in prior financial years.

6. Issuances, cancellation, repurchase, resale and repayment of debt and equity securities

There was no cancellation, repurchase, resale and repayment of debt and equity securities in the current quarter.

7. Dividend paid

No dividend was paid by the Company since the end of the previous financial year.

8. Segmental information

The Group's segmental reporting by business segment is as follows: -

BUSINESS SEGMENT	EXTERNAL SALES RM'000	INTERSEGMENT SALES RM'000	ELIMINATION RM'000	GROUP SALES RM'000
(a) <i>IT Related Products and Services</i>	56,396	182	-	56,396
(b) <i>Payment Solutions & Services</i>	2,129		182	2,129
SALES BY SEGMENT	58,525	182	-	58,525
(a) <i>IT Related Products and Services</i>	(3,958)		5,844	1,886
(b) <i>Payment Solutions & Services</i>	152			152
SEGMENT RESULTS	(3,806)	-	5,844	2,038
Interest income				792
Unallocated expenses				(5,151)
Profit / (Loss) from operations				(2,321)
Interest expenses				(435)
Loss before taxation				(2,756)
Taxation				(110)
Loss after taxation				(2,866)

9. Valuation of property, plant and equipment

The Group has not revalued its property, plant and equipment.

10. Significant events

There were no material events which occurred during the current quarter under review except the status of corporate exercise as disclosed in note 18.

11. Effects of changes in the composition of the Group

On 19 February 2016, the Company purchased 8,629,200 ordinary shares of RM 1.00 each representing 51 percent (51%) paid up capital in a subsidiary, Solsis (M) Sdn Bhd at a total purchase consideration of Ringgit Malaysia Four Hundred Seventy Four Thousand Six Hundred and Six (RM 474,606). Hereinafter, the subsidiary, Solsis (M) Sdn Bhd became a wholly-owned subsidiary of the Company.

On the date of acquisition, the carrying value of the additional non-controlling interest acquired was RM2,188,274. The difference between the consideration and the carrying value of the interest acquired amounting to RM1,713,668 is reflected as a gain attributed to the owners of the Company within equity of the Group.

12. Changes in contingent liabilities (Secured)

Secured Contingent Liabilities :-	Group		
	31.03.2016 RM'000	31.03.2015 RM'000	Increase/ (decrease) RM'000
Corporate guarantee given to financial institutions for: - Performance guarantees given to customers	4,079	4,305	(226)
Total	4,079	4,305	(226)

13. Review of performance**a. Comparison of results for the current quarter with preceding year corresponding quarter**

The Group's revenue for the current quarter of RM7.5 million was significantly lower than the preceding year corresponding quarter of RM21.6 million due to greater reduction of hardware sales.

The Group however, recorded a loss before taxation of RM1.18 million in the current quarter against a higher loss before taxation of RM1.97 million in the preceding year corresponding quarter due to effective costs control.

The performance of the business segments for the current quarter as compared to the preceding year corresponding quarter is as follows:-

IT Related Products & Services

The revenue for the current quarter of RM7.14 million was lower than the preceding year corresponding quarter of RM21.09 million due to decrease in volume of hardware sales.

This business segment reported a loss before taxation of RM1.04 million in the current quarter against a loss before taxation of RM1.89 million in the preceding year corresponding quarter. Improvement in loss before taxation in the current quarter was due to effective costs control.

Payment Solutions and Services

Revenue decreased from RM0.51 million in the preceding year corresponding quarter to RM0.36 million in the current quarter due to lower number of terminals installed.

This business segment accordingly reported a loss before taxation of RM 0.14 million in the current quarter against a loss before taxation of RM0.08 million in the preceding year corresponding quarter in tandem with lower number of terminals installed.

14. Comparison of results for the current quarter with the immediate preceding quarter

	<u>Current Quarter</u> RM'000	<u>Immediate Preceding Quarter</u> RM'000
Revenue	7,497	11,953
Loss before taxation	(1,183)	(1,896)

The Group's revenue for the current quarter decreased by 37.28% to RM7.5 million as compared to the immediate preceding quarter owing to lower volume of hardware sales.

The Group however, recorded a lower loss before taxation of RM1.18 million in the current quarter as compared to loss before taxation of RM1.9 million in the immediate preceding quarter as a result of better costs control measures.

15. Prospects

The Group will continue with its marketing efforts and intensifying the search for new business prospects to increase the sales pipeline and focusing on securing projects of higher margin. As such, the Group is striving to improve the financial performance in the new financial year barring unforeseen circumstances.

16. Variance for profit forecast / Shortfall in profit guarantee

Not applicable.

17. Taxation

	Current Year Quarter Ended 31.03.2016 RM'000	Cumulative Year Quarter Ended 31.03.2016 RM'000
Income tax		
- Current year	(9)	106
- Undeprovision in prior year	(7)	4
	(16)	110

18. Status of corporate exercise

On 13 January 2016, the Company had announced that it would undertake a corporate exercise comprising the following proposals (collectively "the Proposals") :-

- i) Proposed reduction of the share premium account of the Company amounting to approximately RM5,488,000 pursuant to Section 60(2) and 64(1) of the Companies Act, 1965 ("Act") ("Proposed Share Premium Reduction"). The credit arising from the Proposed Share Premium Reduction shall be utilised to set-off against the accumulated losses of the Company.
- ii) Proposed reduction of the issued and paid up share capital of the Company pursuant to Section 64 of the Act, involving cancellation of RM0.15 from the par value of every existing ordinary share of RM0.25 each in the Company ("Proposed Par Value Reduction"). The credit of approximately RM57,463,000 arising from the Proposed Par Value Reduction shall be utilised to further set-off against the accumulated losses of the Company after the Proposed Share Premium Reduction, and any remaining credit will be credited to the retained earnings of the Company.
- iii) Proposed private placement of up to 38,308,719 new ordinary shares of RM0.10 each in the Company ("Placement Shares"), representing up to 10% of the issued and paid up share capital of the Company after the Proposed Share Premium Reduction and Proposed Par Value Reduction ("Proposed Private Placement"). The Placement Shares shall be placed to VXL Holdings Sdn Bhd, the Company's holding company at an issue price to be determined after the Proposed Share Premium Reduction and the Proposed Par Value Reduction. Datuk Lim Chee Wah, a director of the Company is a substantial shareholder of VXL Holdings Sdn Bhd. The proceeds raised from the proposed private placement shall be utilised for repayment of bank borrowings, working capital requirements and to settle the expenses for the corporate exercise.
- iv) Proposed amendments to the Memorandum and Articles of Association of the Company to facilitate the Proposed Par Value Reduction ("Proposed M & A Amendments"). Pursuant thereto, the authorised capital shall be altered from 2,000,000,000 shares of RM0.25 each to 5,000,000,000 shares of RM0.10 each.

The Company obtained the approval of Bursa Malaysia Securities Berhad ("Bursa Securities") vide its letter dated 2 March 2016 for the listing of the Placement Shares on the Main Market of Bursa Securities and the shareholders of the Company approved the Proposals at its Extraordinary General Meeting held on 4 April 2016.

18. Status of corporate exercise (Continued):

On 4 May 2016, the Company lodged the sealed order of the High Court of Malaya, Kuala Lumpur dated 25 April 2016 sanctioning the Proposed Share Premium Reduction and Proposed Par Value Reduction with the Companies Commission of Malaysia and as such, these proposals were deemed completed on 4 May 2016. Pursuant to the completion of the Par Value Reduction, the issued and paid up share capital of the Company was reduced from RM95,771,798, representing 383,087,192 shares of RM0.25 each to RM38,308,719, representing 383,087,192 shares of RM0.10 each.

The issue price of 38,308,632 Placement Shares pursuant to the Proposed Private Placement was fixed by the Board of Directors at RM0.145 per share on 16 May 2016 ("price-fixing date") with total proceeds of RM5,554,752. The issue price represents a discount of approximately 6.8% to the five (5)-day volume weighted average market price of the ordinary shares of RM0.10 each in the Company up to and including 13 May 2016, being the market day immediately preceding the price-fixing date, of RM0.1556 per ordinary share.

On 20 May 2016, the Company issued the Placement Shares which increased the issued and paid up share capital of the Company from RM38,308,719, representing 383,087,192 shares of RM0.10 each to RM42,139,582, representing 421,395,824 shares of RM0.10 each on that date and the Placement Shares were listed and quoted on the Main Market of Bursa Securities on 23 May 2016. The issuance of the Placement Shares resulted in share premium of RM1,723,888.

The proceeds raised of RM5,554,752 will be utilised as follows:-

	RM	Expected timeframe for utilisation of proceeds (from the date of listing of the placement shares)
Repayment of bank borrowing	4,967,752	Within 6 months
Working capital requirements	287,000	Within 6 months
Settlement of estimated expenses for the corporate exercise	300,000	Within 3 months
Total proceeds	5,554,752	

19. Group borrowings

The Group's borrowings are as follows:

		As at 31.03.2016	As at 31.03.2015
		RM'000	RM'000
Short Term Borrowings:			
Secured			
- Banker acceptance		6,625	7,660
- Hire purchase		26	32
- Other borrowing		-	786
Total Short Term Borrowings	A	6,651	8,478
Long Term Borrowings:			
Secured			
- Hire purchase		178	204
Total Long Term Borrowings	B	178	204
Total Borrowings	(A + B)	6,829	8,682

All borrowings are denominated in Ringgit Malaysia.

20. Material litigation

There were no pending material litigation matters as at 31 March 2016.

21. Dividend proposed or declared

The directors do not recommend any dividend for the financial period under review.

22. Earning/(Loss) per share

(a) Basic

	Current Year Quarter Ended 31.03.2016	Cumulative Quarter Ended 31.03.2016
Loss attributable to owners of the Company (RM'000)	(1,119)	(2,736)
Weighted average number of shares in issue ('000)	383,087	383,087
Loss per share (sen)	(0.29)	(0.71)

(b) Diluted

There was no dilution effect on earnings per share for the current quarter.

23. Capital commitment

The Group has no material capital commitment as at 31 March 2016.

24. Notes to the Consolidated Statement of Comprehensive Income

Total comprehensive income for the period is arrived at after charging / (crediting)

	Current Year Quarter Ended 31.03.2016 RM'000	Cumulative Quarter Ended 31.03.2016 RM'000
Interest expense	139	435
Depreciation of plant and equipment	101	418
Amortisation of intangible assets	19	93
and after crediting:		
Interest income	(126)	(792)
	-	

Other than as disclosed above, there were no (i) gain or loss on disposal of quoted or unquoted investment, (ii) gain or loss on derivatives and (iii) exceptional items for the current quarter ended 31 March 2016.

25. Realised and unrealised losses

	As at 31.03.2016 RM'000	As at 31.03.2015 RM'000
Total accumulated losses of the Company and its subsidiaries:		
- Realised	(173,851)	(169,076)
- Unrealised	-	-
	(173,851)	(169,076)
Less : Consolidation adjustments	115,422	111,669
Total group accumulated losses as per consolidated accounts	(58,429)	(57,407)

By Order of the Board
Dataprep Holdings Bhd

Tee Lee Leng
Geng Mun Mooi
Company Secretaries
31 May 2016