

DATAPREP HOLDINGS BHD (Registration No. 198901005754 ( 183059-H)

SUMMARY OF KEY FINANCIAL INFORMATION

FOR THE THIRD QUARTER AND NINE MONTHS ENDED 30 SEPTEMBER 2022

	INDIVIDUAL QUARTER			CUMULATIVE QUARTER		
	CURRENT YEAR QUARTER [30/09/2022] RM'000	PRECEDING YEAR CORRESPONDING QUARTER [30/09/2021] RM'000	CHANGES (AMOUNT/ %)	CURRENT YEAR QUARTER [30/09/2022] RM'000	PRECEDING YEAR CORRESPONDING QUARTER [30/09/2021] RM'000	CHANGES (AMOUNT/ %)
1 Revenue	4,109	6,022	-32%	17,488	21,137	-17%
2 Operating profit/ (loss)	(4,539)	(2,857)	-59%	(10,404)	(10,779)	3%
3 Profit/ (Loss) Before Interest and Tax	(4,539)	(2,857)	-59%	(10,404)	(10,779)	3%
4 Profit / (Loss) before taxation	(4,639)	(2,940)	-58%	(10,704)	(10,981)	3%
5 Profit / (Loss) for the year	(4,567)	(2,940)	-55%	(10,319)	(10,981)	6%
6 Profit / (Loss) attributable to owners of the Company	(4,020)	(2,600)	-55%	(9,540)	(10,596)	10%
7 Basic loss per share (sen)	(0.60)	(0.41)		(1.41)	(1.66)	
8 Diluted loss per share (sen)	-	-		-	-	
9 Proposed/Declared dividend per share (sen)	-	-		-	-	
	AS AT END OF CURRENT QUARTER			AS AT PRECEDING FINANCIAL YEAR END		
10 Net assets per share attributable to owners of the Company (RM)		0.11			0.12	

ADDITIONAL INFORMATION

	INDIVIDUAL QUARTER			CUMULATIVE QUARTER		
	CURRENT YEAR QUARTER [30/09/2022] RM'000	PRECEDING YEAR CORRESPONDING QUARTER [30/09/2021] RM'000	CHANGES (AMOUNT/ %)	CURRENT YEAR QUARTER [30/09/2022] RM'000	PRECEDING YEAR CORRESPONDING QUARTER [30/09/2021] RM'000	CHANGES (AMOUNT/ %)
1 Gross interest income	34	162	-79%	115	344	-67%
2 Gross interest expense	69	51	35%	208	135	54%

**CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME  
FOR THE THIRD QUARTER AND NINE MONTHS ENDED 30 SEPTEMBER 2022**

(The figures have not been audited)

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER [30/09/2022] RM'000	PRECEDING YEAR CORRESPONDING QUARTER [30/09/2021] RM'000	CURRENT YEAR QUARTER [30/09/2022] RM'000	PRECEDING YEAR CORRESPONDING QUARTER [30/09/2021] RM'000
Revenue	4,109	6,022	17,488	21,137
Operating expenses	(8,725)	(9,045)	(28,074)	(32,273)
Other operating income	77	166	182	357
Operating profit / (loss)	(4,539)	(2,857)	(10,404)	(10,779)
Finance costs	(100)	(83)	(300)	(202)
Profit / (Loss) before tax	(4,639)	(2,940)	(10,704)	(10,981)
Taxation	72	-	385	-
Profit / (Loss) for the financial period/year	(4,567)	(2,940)	(10,319)	(10,981)
Other comprehensive income/(loss):				
Foreign currency translation differences	(34)	(2)	(65)	5
Other comprehensive income/(loss) for the period/year, net of tax	(34)	(2)	(65)	5
Total comprehensive income / (loss) for the period /year	(4,601)	(2,942)	(10,384)	(10,976)
Profit / (Loss) for the period/year attributed to :				
Owners of the Company	(4,020)	(2,600)	(9,540)	(10,596)
Non-controlling interest	(547)	(340)	(779)	(385)
	(4,567)	(2,940)	(10,319)	(10,981)
Total comprehensive income / (loss) for the period/year attributable to:				
Owners of the Company	(4,054)	(2,602)	(9,605)	(10,591)
Non-controlling interest	(547)	(340)	(779)	(385)
	(4,601)	(2,942)	(10,384)	(10,976)
Earning / (Loss) per share :				
- basic (sen)	(0.60)	(0.41)	(1.41)	(1.66)
- diluted (sen)				
	<b>AS AT END OF CURRENT QUARTER</b>		<b>AS AT PRECEDING FINANCIAL YEAR END</b>	
Net assets per share (RM)	0.11		0.12	

DATAPREP HOLDINGS BHD (Registration No. 198901005754 ( 183059-H)

CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION  
AS AT 30 SEPTEMBER 2022

	As at 30.09.2022 (Unaudited) RM'000	As at 31.12.2021 (Audited) RM'000
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	1,951	2,047
Intangible assets	6,504	7,945
Right of use assets	2,232	1,985
Goodwill	1,168	1,168
	<u>11,855</u>	<u>13,145</u>
<b>Current Assets</b>		
Inventories	272	180
Trade receivables	8,308	10,167
Other receivables	47,775	38,345
Contract assets	4,776	6,320
Amount due from related companies	145	75
Tax recoverable	571	370
Deposits, cash and bank balances	18,286	30,993
	<u>80,133</u>	<u>86,450</u>
<b>TOTAL ASSETS</b>	<u>91,988</u>	<u>99,595</u>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to owners of the Company</b>		
Share capital	138,537	137,584
Merger deficit	(13,509)	(13,509)
Foreign exchange reserve	1	66
Share Option Reserve	216	455
Retained profit / (Accumulated losses)	(51,356)	(41,816)
	<u>73,889</u>	<u>82,780</u>
<b>Non-controlling interest</b>	<u>1,193</u>	<u>1,972</u>
<b>Total equity</b>	<u>75,082</u>	<u>84,752</u>
<b>Non-current liabilities</b>		
Long term borrowings	1,069	1,314
Lease Liabilities	1,058	1,065
Deferred Tax Liabilities	809	1,074
	<u>2,936</u>	<u>3,453</u>
<b>Current Liabilities</b>		
Trade payables	1,741	2,367
Other payables	3,601	2,430
Contract liabilities	4,140	2,739
Amount due to a related company	49	15
Short term borrowings	3,201	2,762
Lease liabilities	1,224	990
Provision for taxation	14	87
<b>Total current liabilities</b>	<u>13,970</u>	<u>11,390</u>
<b>Total liabilities</b>	<u>16,906</u>	<u>14,843</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u>91,988</u>	<u>99,595</u>
Net assets per share (RM)	<u>0.11</u>	<u>0.12</u>

The condensed consolidated cash flow statement should be read in conjunction with the audited financial statements for the 12 months ended 31 December 2021 and the accompanying explanatory notes attached to the interim financial statements.

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE THIRD QUARTER AND NINE MONTHS ENDED 30 SEPTEMBER 2022

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

	Share Capital RM'000	Merger deficit RM'000	Foreign exchange reserve RM'000	Share Options Reserve RM'000	Accumulated losses RM'000	Total RM'000	Non- controlling Interest RM'000	Total Equity RM'000
<b>At 1 January 2022</b>	137,584	(13,509)	66	455	(41,816)	82,780	1,972	84,752
Loss for the financial year	-	-	-	-	(9,540)	(9,540)	(779)	(10,319)
Foreign currency translation loss of foreign operations	-	-	(65)	-	-	(65)	-	(65)
Total comprehensive loss for the year	-	-	(65)	-	(9,540)	(9,605)	(779)	(10,384)
Transactions with owners :								
Issuance of new shares through '-ESOS	714	-	-	-	-	714	-	714
Fair value of ESOS Options	239	-	-	(239)	-	-	-	-
Total transactions with owners	953	-	-	(239)	-	714	-	714
<b>At 30 September 2022</b>	138,537	(13,509)	1	216	(51,356)	73,889	1,193	75,082

Note 1

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE THIRD QUARTER AND NINE MONTHS ENDED 30 SEPTEMBER 2022**

**Note 1**

The issued and listing date of the ordinary shares pursuant to the exercise of ESOS Options were as follows:-

<b>Listing Date</b>	<b>No of shares (Units)</b>	<b>Proceeds (RM)</b>
On 13 January 2022	2,250,000	382,500
On 21 January 2022	250,000	42,500
On 20 May 2022	1,700,000	289,000
	4,200,000	714,000

The issued and paid-up share capital of the Company was increased from RM 137,583,856.05 comprising of 670,470,417 ordinary shares as at 1 January 2022 to RM138,537,038 comprising of 674,670,417 ordinary shares as at 30 June 2022 pursuant to the exercise of 4,200,000 ESOS Options into 4,200,000 new ordinary shares at the exercise price of RM0.17 which raised proceeds of RM714,000.

Included in the issued and paid-up share capital of the Company was the corresponding fair value of RM239,227 for the total number of 4,200,000 ESOS Share Options exercised which was transferred to share capital.

All the new ordinary shares issued rank pari passu in all respects with the existing issued ordinary shares of the Company.

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE FOURTH QUARTER AND TWELVE MONTHS ENDED 31 DECEMBER 2021

←----- Attributable to the Owners of the Company ----->

	Share Capital RM'000	Merger deficit RM'000	Foreign exchange reserve RM'000	Share Options Reserve RM'000	Accumulated losses RM'000	Total RM'000	Non- controlling Interest RM'000	Total Equity RM'000
<b>At 1 January 2021</b>	72,727	(13,509)	59	1,637	(30,878)	30,036	286	30,322
Loss for the financial year	-	-	-	-	(10,938)	(10,938)	(74)	(11,012)
Foreign currency translation loss of foreign operations	-	-	7	-	-	7	-	7
Total comprehensive loss for the year	-	-	7	-	(10,938)	(10,931)	(74)	(11,005)
Transactions with owners :								
Issuance of new shares through								
i-Share Placement	63,345	-	-	-	-	63,345	-	63,345
i-ESOS	3,319	-	-	-	-	3,319	-	3,319
Fair value of ESOS Options	1,182	-	-	(1,182)	-	-	-	-
Shares issued expenses	(2,989)	-	-	-	-	(2,989)	-	(2,989)
Acquisition of equity interest from non-controlling interest in a subsidiary	-	-	-	-	-	-	1,760	1,760
Total transactions with owners	64,857	-	-	(1,182)	-	63,675	1,760	65,435
<b>At 31 December 2021</b>	<b>137,584</b>	<b>(13,509)</b>	<b>66</b>	<b>455</b>	<b>(41,816)</b>	<b>82,780</b>	<b>1,972</b>	<b>84,752</b>

Note 1

Note 2

Note 3

Note 4

**DATAPREP HOLDINGS BHD (Registration No. 198901005754 ( 183059-H)  
CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE FOURTH QUARTER AND TWELVE MONTHS ENDED 31 DECEMBER 2021**

**Note 1**

The Company increased its issued and paid-up share capital from RM72,727,627 comprising 602,595,817 ordinary shares as at 1 January 2021 to RM137,583,856 comprising 670,470,417 ordinary shares as at 31 December 2021 through the issued and listing of 48,354,600 new ordinary shares to identified third parties, pursuant to the Proposed Private Placement for the listing of and quotation for up to 138,597,000 Placement Shares representing 20% of the total number of issued shares of the Company as approved by Bursa Malaysia Securities Berhad [“Bursa Securities”] vide its letter dated 3 March 2021 as announced on 4 March 2021 and approved by the shareholders of the Company at the Annual General Meeting held on 24 June 2020.

The Placement Shares were issued for cash consideration in tranches as follows: -

<b>Tranches</b>	<b>Date listed and quoted on Bursa Securities</b>	<b>Number of Placement Shares</b>	<b>Issue Price Per Share RM</b>	<b>Share Capital RM</b>
First tranche and final	3 May 2021	48,354,600	1.31	63,344,526

The issued and listing of 48,354,600 new ordinary shares has raised a total proceeds of RM63,344,526 which were utilized for working capital, repayment of bank borrowings of the Group, funding investments and projects and corporate exercise expenses.

**Note 2**

During the current financial year, there was listing and quotation of 19,520,000 new ordinary shares pursuant to ESOS Share Options exercised by the eligible directors and employees under the Long Term Incentive Plan. Included in the issued and paid-up share capital of the Company was also the corresponding fair value of RM1,182,209 for the total number of 19,520,000 ESOS Share Options exercised.

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE FOURTH QUARTER AND TWELVE MONTHS ENDED 31 DECEMBER 2021**

**Note 2 (Cont'd)**

The ESOS Options granted on 28 October 2020 were exercised and issued as follows:-

<b>Grant Date</b>	<b>Date listed and Quoted on Bursa Securities</b>	<b>Number of Placement Shares</b>	<b>Issue Price Per Share RM</b>	<b>Share Capital RM</b>
28 October 2020	8 March 2021	6,654,500	0.17	1,131,265
28 October 2020	19 March 2021	4,579,000	0.17	778,430
28 October 2020	2 April 2021	2,922,000	0.17	496,740
28 October 2020	16 April 2021	531,500	0.17	90,355
28 October 2020	3 May 2021	3,630,000	0.17	617,100
28 October 2020	3 June 2021	560,000	0.17	95,200
28 October 2020	2 July 2021	143,000	0.17	24,310
28 October 2020	23 December 2021	500,000	0.17	85,000
		<u>19,520,000</u>		<u>3,318,400</u>

**Note 3**

The share issued expenses of RM2.989M were related to placement fee for the issued and listing of new ordinary shares pursuant to the Private Placement to third parties.

**Note 4**

The Company has via its wholly owned subsidiary, Solsisnet Sdn Bhd acquired 51% equity interest in Ridaa Associates Sdn Bhd ("RIDAA") from the registered shareholders, Rohzan bin Abdul Rahman and Badrul Ilahan bin Dato' Hj. Abd Jabbar by acquiring the existing 510,000 ordinary shares of RM1.00 each in RIDAA representing 51% of the total issued and paid-up share capital of RIDAA for a total cash consideration of RM3,000,000.00 only.

The condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the 12 months ended 31 December 2020 and the accompanying explanatory notes attached to the interim



DATA PREP HOLDINGS BHD (Company No. : 183059-H)

CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS  
AS AT 30 SEPTEMBER 2022

	30.09.2022 (Unaudited) RM'000	31.12.2021 (Audited) RM'000
<b>Cash Flow from Operating Activities</b>		
Loss before taxation	(10,704)	(11,143)
Adjustment for :-		
Non-cash items	1,589	4,825
Non-operating items	93	(113)
<b>Operating loss before working capital changes</b>	<b>(9,022)</b>	<b>(6,431)</b>
Increase in inventories	(89)	(11)
Increase in receivables	(7,362)	(33,562)
Decrease / (Increase) in contract asset	1,544	(3,971)
Increase/ (Decrease) in payables	545	(1,543)
Increase in contract liabilities	1,400	1,356
(Increase) / Decrease in amount due from related companies	(293)	8
Increase/ (Decrease) in amount due to a related company	49	(200)
<b>Cash used in operations</b>	<b>(13,228)</b>	<b>(44,354)</b>
Tax paid	(154)	(272)
Tax refunded	1	26
Interest received	115	414
Interest paid	(208)	(301)
<b>Net cash used in operating activities</b>	<b>(13,474)</b>	<b>(44,487)</b>
<b>Cash flow from Investing Activities</b>		
Purchase of plant and equipment	(472)	(211)
Purchase of intangible assets	(71)	(1,294)
Net cash outflow from acquisition of subsidiary	-	(3,987)
<b>Net cash used in investing activities</b>	<b>(543)</b>	<b>(5,492)</b>
<b>Cash flow from Financing Activities</b>		
Net proceeds from issuance of new shares in the Company	953	63,675
Placement of fixed deposits pledged	(140)	(547)
Repayment of borrowings	(566)	(786)
Payment of lease liabilities	227	(1,228)
Payment of hire purchase liabilities	(25)	(33)
<b>Net cash (used in) /generated from financing activities</b>	<b>449</b>	<b>61,081</b>
<b>Net increase in cash and cash equivalents</b>	<b>(13,568)</b>	<b>11,102</b>
Effect of exchange rate fluctuations	(64)	7
<b>Cash and cash equivalents at beginning of the period/year</b>	<b>22,350</b>	<b>11,241</b>
<b>Cash and cash equivalents at end of the period/year</b>	<b>8,718</b>	<b>22,350</b>
<b>Cash and cash equivalents at end of the financial year comprise the following:</b>		
	As at 30.09.2022 RM'000	As at 31.12.2021 RM'000
Deposits with licensed commercial banks	7,598	7,458
Cash and bank balances	10,688	23,535
	18,286	30,993
Short Term Borrowing :		
-Overdraft	(1,970)	(1,185)
	16,316	29,808
Less : fixed deposits pledged	(7,598)	(7,458)
	<b>8,718</b>	<b>22,350</b>

The condensed consolidated cash flow statement should be read in conjunction with the audited financial statements for the 12 months ended 31 December 2021 and the accompanying explanatory notes attached to the interim financial statements.

## **1. Basis of preparation**

The interim financial statements are unaudited 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”) and the provisions of the Companies Act 2016 in Malaysia.

The interim financial statements should be read in conjunction with the Group’s audited financial statements for the financial year ended 31 December 2021. The significant accounting policies adopted are consistent with those of the audited financial statements for the financial year ended 31 December 2021 except for the adoption of the following new and revised Malaysian Financial Reporting Standards (“MFRS”), Amendments to MFRSs and IC Interpretations:

The Group has adopted the following new MFRS and IC Interpretation and amendments to MFRSs issued by the Malaysian Accounting Standards Board (“MASB”) which are effective for accounting period of the Group beginning on or after 1 January 2022:-

Amendment to MFRS 16 - Covid-19 - Related Rent Concessions beyond 30 June 2021  
Amendments to MFRS 1, MFRS 9, MFRS 16 and MFRS 141 contained in the document entitled "Annual Improvements to MFRS Standards 2018-2020"  
Amendments to MFRS 3 - Reference to the Conceptual Framework  
Amendments to MFRS 116 - Property, Plant and Equipment - Proceeds before Intended Use  
Amendments to MFRS 137 - Onerous Contracts - Cost of Fulfilling a Contract

The Group has not early adopted the following amendments to MFRSs that have been issued by the MASB but are not yet effective: -

- (a) Effective for annual periods beginning on or after 1 January 2023
  - Amendments to MFRS 101 - Classification of Liabilities as Current or Non-current
  - Amendments to MFRS 101 - Disclosure of Accounting Policies
  - Amendments to MFRS 108 - Definition of Accounting Estimates
  - Amendments to MFRS 112- Deferred tax related to Assets and Liabilities arising from a Single Transaction
- (b) Effective for financial 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 Associates or Joint Venture

The Group will adopt the above amendments to MFRSs that are applicable when they become effective. The initial application of the amendments is not expected to have any significant impact on the financial statements of the Group and of the Company.

**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 December 2021 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 and size of the ICT projects secured and the milestone of completion 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**

**Debt Securities**

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

**Equity Securities**

**LONG TERM INCENTIVE PLAN ("LTIP")- EMPLOYEE SHARE OPTION SCHEME ("ESOS") AND SHARE GRANT SCHEME ("SGS")**

The LTIP consists of an ESOS and a SGS which comprises the Retention Share Plan ("RSP") and Performance Share Plan ("PSP"). The Company's LTIP is governed by the By-Laws which were approved by the shareholders on 17 July 2020. This LTIP was implemented on 21 July 2020 and will expire on 20 July 2030 ("the Option Period"). On 28 September 2020, the Company has announced the offer of Options to the eligible employee and directors of the Company and its subsidiaries ("Eligible Persons") to subscribe for new ordinary shares in the Company under the LTIP ("Offer"). The shares Options offered to Eligible Persons as defined in the By-Laws was up to 36,675,000 number of shares Options at exercise offer price of RM0.17 and were effective and exercisable from the date of announcement on 28 September 2020. The number of shares Options granted and accepted by the Eligible Persons within 30 days of offer period which lapsed on 28 October 2020 was 27,280,000.

**Dataprep Holdings Bhd – Registration No. 198901005754 (183059-H)**  
**Notes to the Interim Financial Statements –Third quarter ended 30 September 2022**

**6. Issuances, cancellation, re-purchase, resale and repayment of debt and equity securities (Cont'd)**

The number of ordinary shares issued under the ESOS during the financial year period ended 30 September 2022 was 4,200,000. The new ordinary shares issued under the ESOS shall upon allotment and issue, rank pari passu in all respects with the existing ordinary shares of the Company.

The number of ordinary shares of the Company listed and issued under ESOS during the financial year period ended 30 September 2022 was as follows:-

	<u>Share Capital No of Units</u>	<u>Share Capital RM</u>
As at 1 January 2022	670,470,417	137,583,856.05
Issuance of ordinary shares pursuant to ESOS Share Options:-		
On 13 January 2022	2,250,000	382,500.00
On 21 January 2022	250,000	42,500.00
On 20 May 2022	1,700,000	289,000.00
Fair Value of ESOS options granted		239,227.80
As at 30 September 2022	<u>674,670,417</u>	<u>138,537,083.85</u>

The movements of ESOS Options under the LTIP during the financial year period ended 30 September 2022 were as follows:-

Grant Date	Exercise Price	Number of ESOS Options			
		At 1.1.2022	Granted	Exercised	At 30.9.2022
28.10.2020	RM0.17	7,760,000	-	(4,200,000)	3,560,000

Included in the issued and paid-up share capital of the Company was the attributable fair value of RM 239,227.80 for the total number of 4,200,000 ESOS Share Options exercised during the financial year period ended 30 September 2022 which was transferred from share options reserve to share capital.

**Dataprep Holdings Bhd – Registration No. 198901005754 (183059-H)**  
**Notes to the Interim Financial Statements –Third quarter ended 30 September 2022**

**7. Dividend paid**

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

**8. Segmental information**

The Group's segmental reporting by business segment as at 30 September 2022 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 and Trading</i>	17,233	123	( 123)	17,233
(b) <i>Payment Solutions &amp; Services</i>	255			255
<b>SALES BY SEGMENT</b>	<b>17,488</b>	<b>123</b>	<b>( 123)</b>	<b>17,488</b>
(a) <i>IT Related Products and Services and Trading</i>	(8,592)		4,933	(3,659)
(b) <i>Payment Solutions &amp; Services</i>	(1,116)			(1,116)
<b>SEGMENT RESULTS</b>	<b>(9,708)</b>	<b>-</b>	<b>4,933</b>	<b>(4,775)</b>
Interest income				115
Unallocated expenses				(5,824)
Loss from operations				(10,484)
Interest expenses				(220)
Loss before taxation				(10,704)
Taxation				385
Loss after taxation				(10,319)

**9. Valuation of property, plant and equipment**

There is no valuation of property, plant and equipment during the current quarter.

**10. Significant event**

There were no significant events which occurred during the current quarter under review.

**11. Changes in the composition of the Group**

There were no changes in the composition of the Group during the current quarter ended 30 September 2022.

**12. Changes in contingent liabilities**

Contingent Liabilities :-	Group		
	30.09.2022 RM'000	30.06.2022 RM'000	Increase/ (decrease) RM'000
Corporate guarantee given to financial institutions for performance guarantee of a subsidiary (secured)	1,331	791	540
	1,331	791	540

### 13. Review of performance

#### a. Comparison of results for the current quarter with the preceding year corresponding quarter.

	INDIVIDUAL QUARTER			CUMULATIVE QUARTER		
	CURRENT YEAR QUARTER [30/09/2022] RM'000	PRECEDING YEAR CORRESPONDING QUARTER [30/09/2021] RM'000	CHANGES (AMOUNT/%)	CURRENT YEAR QUARTER [30/09/2022] RM'000	PRECEDING YEAR CORRESPONDING QUARTER [30/09/2021] RM'000	CHANGES (AMOUNT/%)
Revenue	4,109	6,022	-32%	17,488	21,137	-17%
Operating profit / (loss)	(4,539)	(2,857)	-59%	(10,404)	(10,779)	3%
Profit / (Loss) Before Interest and Tax	(4,539)	(2,857)	-59%	(10,404)	(10,779)	3%
Profit / (Loss) before taxation	(4,639)	(2,940)	-58%	(10,704)	(10,981)	3%
Profit / (Loss) for the year	(4,567)	(2,940)	-55%	(10,319)	(10,981)	6%
Profit / (Loss) attributable to owners of the Company	(4,020)	(2,600)	-55%	(9,540)	(10,596)	10%

The Group recorded sales of RM4.11 million in the current quarter as compared to the preceding year corresponding quarter of RM6.02 million due to fewer large scale projects.

The loss before taxation was RM4.64 million in the current quarter as against a loss before taxation of RM2.94 million in the preceding year corresponding quarter due to fewer large scale projects with high gross profit margin contribution.

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

#### IT Related Products and Services and Trading

The revenue for the current quarter of RM4.04 million as compared to the preceding year corresponding quarter of RM5.94 million was due to fewer large scale projects.

The loss before taxation of RM3.16 million for this segment in the current quarter as against a loss before taxation of RM1.33 million in the preceding year corresponding quarter was due to fewer large scale projects with high gross profit margin contribution in tandem with lower revenue achievement.

#### Payment Solutions and Services

The revenue decreased from RM0.08 million in the preceding year corresponding quarter to RM0.07 million in the current quarter was due to lower number of terminals installed. This segment recorded a loss before taxation of RM0.38 million in the current quarter as against a loss before taxation of RM0.34 million.

**b. Comparison of results for the current cumulative quarter ended 30 September 2022 with the preceding year corresponding cumulative quarter ended 30 September 2021.**

The Group's revenue for the current cumulative quarter was RM17.49 million as against the preceding year corresponding cumulative quarter of RM21.14 million was due to completion of large scale projects.

The Group recorded a loss before taxation of RM10.70 million in the current cumulative quarter as against a loss before taxation of RM10.98 million in the preceding year corresponding cumulative quarter. Higher loss before taxation of RM10.98 million in the preceding year corresponding cumulative quarter was due to non-recurring professional fees of RM2.98 million incurred for corporate exercise.

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

IT Related Products and Services and Trading

The revenue for the current cumulative quarter of RM17.23 million as against the preceding year corresponding cumulative quarter of RM20.72 million due to completion of large scale projects.

The loss before taxation of RM3.66 million in the current cumulative quarter as against a loss before taxation of RM2.80 million in the preceding year corresponding cumulative quarter was due to fewer large scale projects with high gross profit margin contribution.

Payment Solutions and Services

The revenue decreased from RM0.42 million in the preceding year corresponding cumulative quarter to RM0.26 million in the current cumulative quarter was due to lower number of terminals installed. The loss before taxation was RM1.12 million in the current cumulative quarter as against a loss before taxation of RM1.11 million in the preceding year corresponding cumulative quarter.

**Assets and Liabilities**

Total assets decreased from RM 99.60 million as at 31 December 2021 to RM91.99 million as at 30 September 2022 due to cash and bank balance which has been utilized for working capital.

Total liabilities increased from RM14.84 million as at 31 December 2021 to RM16.91 million as at 30 September 2022 was due to timing difference of settlement.

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

		CURRENT YEAR QUARTER [30/09/2022] RM'000	IMMEDIATE PRECEDING QUARTER [30/06/2022] RM'000	CHANGES (AMOUNT/%)
1	Revenue	4,109	8,303	-51%
2	Operating profit / (loss)	(4,539)	(3,337)	-36%
3	Profit / (Loss) Before Interest and Tax	(4,539)	(3,337)	-36%
4	Profit / (Loss) before taxation	(4,639)	(3,415)	-36%
5	Profit / (Loss) for the year	(4,567)	(3,102)	-47%
6	Profit / (Loss) attributable to owners of the Company	(4,020)	(2,861)	-41%

The Group's revenue for the current quarter was RM4.11 million as compared to the immediate preceding quarter of RM8.30 million due to completion of projects.

The Group recorded a loss before taxation of RM4.64 million in the current quarter as compared to a loss before taxation of RM3.42 million in the immediate preceding quarter due to fewer large scales projects with high margin contribution.

15. Prospects

The Group is actively participating in tenders to secure more large-scale ICT and multimedia communication projects to replenish completion of existing projects and to further increase the Group's revenue.

The Group through its subsidiary who has the licences such as Network Service Provider License ("NSP"), Network Facility Provider License ("NFP") and Applications Service Provider Class License ("ASP(C)") issued by the MCMC to bid for tenders of the multimedia and communication industry is focusing to source for more contracts and business opportunities in the telecommunication sector to improve revenue of the Group.

The Group has already rolled out its e-money business known as DPurse which was granted approval by Bank Negara Malaysia ("BNM") on 13 November 2019. Subsequently, DPurse was also approved as general e-wallet for public usage by BNM on 18 July 2022.

The Group is optimistic on the potential prospects and business opportunities in line with the Government's Digital Initiatives and the Malaysian Digital Economy Blueprint and will remain focus to improve the financial position of the Group by securing more ICT and telecommunication related projects.



16. Taxation

	Current Year Quarter Ended 30.09.2022 RM'000	Cumulative Year Quarter Ended 30.09.2022 RM'000
Income tax		
- Current year	-	-
- Overprovision in prior year	-	120
Reversal of Deferred tax liabilities	72	265
<b>Tax credit</b>	<b>72</b>	<b>385</b>

17. Status of corporate exercise

- (a) In the previous financial year, the Company's issued and paid-up share capital was increased from RM72,727,627 comprising 602,595,817 ordinary shares to RM137,583,856 comprising 670,470,417 ordinary shares during the current financial year through the issuance of 67,874,600 new ordinary shares arising from the following: -
- i) Private placement of 48,354,600 new ordinary shares at the issue price of RM1.31 per share to independent third parties which increased the issued and paid-up share capital by RM60,355,619 after deducting share issue expenses; and
  - ii) Exercise of 19,520,000 ESOS Options into 19,520,000 new ordinary shares at the exercise price of RM0.17 per share which increased the issued and paid-up share capital by RM4,500,610 after including attributable fair value of the ESOS Options transferred from share options reserve.

The above private placement arose from the first tranche of up to 50,000,000 new ordinary shares out of the private placement of up to 138,597,000 new ordinary shares representing up to 20% of the issued shares of the Company ("Private Placement"), which was announced on 16 February 2021 to be undertaken by the Company in accordance with the general mandate pursuant to Sections 75 and 76 of the Companies Act 2016 approved by the shareholders of the Company at its Annual General Meeting held on 24 June 2020. The Private Placement is deemed completed on 31 December 2021 after the Company withdrew its application to Bursa Malaysia Securities Berhad ("Bursa Securities") for further extension of time to complete its implementation, as announced on 7 January 2022.

The private placement has raised cash proceeds of RM 63,344,526 for purposes of working capital, repayment of bank borrowings of the Group, funding of investments and projects and to defray expenses for the private placement exercise.

All the new ordinary shares issued rank pari passu in all respects with the existing issued ordinary shares of the Company.

**17. Status of corporate exercise (Cont'd)**

The proceeds of RM 63,344,526 from the Private Share Placement were fully utilized as follows:

Utilisation of proceeds	Proposed utilisation RM'000	Actual utilisation	
		(Current Quarter Ended 30 September 2022) RM'000	Todate Actual utilisation RM'000
Working capital requirement	18,769	895	51,175
Repayment of bank borrowings	6,000	-	6,000
Future investment or projects	13,065	-	3,180
Estimated expenses for the Private Share Placement	130	-	2,989
<b>Total</b>	<b>37,964</b>	<b>895</b>	<b>63,344</b>

- (b) On 20 May 2022, the Company has announced proposal to undertake a private placement of up to 10% of the total number of issued shares of DHB to third party investor(s) to be identified later at an issue price to be determined later, pursuant to Sections 75 and 76 of the Companies Act 2016. The listing application in relation to the Proposed Private Placement has been submitted to Bursa Malaysia Securities Berhad on 23 May 2022. The Company has announced additional information in relation to the Proposed Private Placement on 21 June 2022 and subsequently Bursa Securities has, vide its letter dated 22 June 2022, resolved to approve the listing of and quotation of up to 67,823,041 Placement Shares to be issued pursuant to the Proposed Private Placement.

**18. Event subsequent to the end of reporting period**

There is no significant event subsequent to the end of reporting period

### 19. Group borrowings

The Group borrowings are as follows:

		As at 30.09.2022 RM'000	As at 31.12.2021 RM'000
<b>Short Term Borrowings:</b>			
<b>Secured :</b>			
- Banker acceptances		902	-
- Bank overdraft		1,970	1,185
- Hire purchase payables		20	44
- Term financing		309	1,533
<b>Total Short Term Borrowings</b>	<b>A</b>	<b>3,201</b>	<b>2,762</b>
<b>Long Term Borrowings:</b>			
<b>Secured :</b>			
- Hire purchase payables		-	45
- Term financing		1,069	1,269
<b>Total Long Term Borrowings</b>	<b>B</b>	<b>1,069</b>	<b>1,314</b>
<b>Total Borrowings</b>	<b>(A + B)</b>	<b>4,270</b>	<b>4,076</b>

All borrowings are denominated in Ringgit Malaysia.

### 20. Material litigation

There was no material litigation as at 30 September 2022.

### 21. Dividend proposed or declared

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

### 22. Earnings / (Loss) per share

#### (a) Basic

	Current Quarter Ended 30.09.2022	Cumulative Quarter Ended 30.09.2022
Loss attributable to owners of the Company (RM'000)	(4,020)	(9,540)
Weighted average number of shares in issue ('000)	674,670	674,670
<b>Loss per share (sen)</b>	<b>(0.60)</b>	<b>(1.41)</b>

**22. Earnings / (Loss) per share (Cont'd)**

**(b) Diluted**

For the purpose of calculating diluted loss per share, the loss for the year attributable to owners of the Company and the weighted average number of ordinary shares in issue during the current quarter have been adjusted for the dilutive effects of all potential ordinary shares arising from the assumed exercise of the ESOS Options where applicable.

The computation of diluted loss per share for the current quarter excluded the exercise of ESOS Options as their exercise would not result in any dilutive potential ordinary shares after adjusting for the number of such ordinary shares that would have been issued at fair value being average market price of the shares during the current quarter. Accordingly, the diluted loss per share equals the basic loss per share for the current quarter.

**23. Capital commitment**

The Group has no material capital commitment as at 30 September 2022.

**24. Notes to the Consolidated Statement of Comprehensive Income**

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

	<b>Current Quarter Ended 30.09.2022 RM'000</b>	<b>Cumulative Quarter Ended 30.09.2022 RM'000</b>
Interest expense	69	208
Depreciation of plant and equipment	189	567
Amortisation of intangible assets	457	1,512
and after crediting:		
Interest income	(34)	(115)
Write-back of allowance for slow moving inventory	-	(4)

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 30 September 2022.

By Order of the Board  
**Dataprep Holdings Bhd**

**Geng Mun Mooi (MIA 8365)**  
**Nor Fazieana Daud (MAICSA 7067115)**

**Company Secretaries**  
**24 November 2022**