

SUMMARY OF KEY FINANCIAL INFORMATION
FOR THE FOURTH QUARTER AND TWELTH MONTHS ENDED 31 DECEMBER 2020

	INDIVIDUAL QUARTER			CUMULATIVE QUARTER		
	CURRENT YEAR QUARTER [31/12/2020] RM'000	PRECEDING YEAR CORRESPONDING QUARTER *[31/12/2019] RM'000	CHANGES (AMOUNT/ %)	CURRENT YEAR QUARTER [01/01-31/12/2020] RM'000	PRECEDING YEAR CORRESPONDING QUARTER **[01/04-31/12/2019] RM'000	CHANGES (AMOUNT/ %)
1 Revenue	12,591	7,858	60%	36,217	28,925	25%
2 Operating profit/ (loss)	(2,878)	(2,088)	-38%	(9,405)	(5,474)	-72%
3 Profit/ (Loss) Before Interest and Tax	(2,878)	(2,088)	-38%	(9,405)	(5,474)	-72%
4 Profit / (Loss) before taxation	(2,971)	(2,222)	-34%	(9,767)	(5,864)	-67%
5 Profit / (Loss) for the year	(2,980)	(2,231)	-34%	(9,776)	(5,873)	-66%
6 Profit / (Loss) attributable to owners of the Company	(2,967)	(2,205)	-35%	(9,727)	(5,846)	-66%
7 Basic loss per share (sen)	(0.60)	(0.51)		(1.97)	(1.35)	
8 Diluted loss per share (sen)	(0.60)	(0.51)		(1.97)	(1.35)	
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)		0.05			0.04	

ADDITIONAL INFORMATION

	INDIVIDUAL QUARTER			CUMULATIVE QUARTER		
	CURRENT YEAR QUARTER [31/12/2020] RM'000	PRECEDING YEAR CORRESPONDING QUARTER *[31/12/2019] RM'000	CHANGES (AMOUNT/ %)	CURRENT YEAR QUARTER [01/01-31/12/2020] RM'000	PRECEDING YEAR CORRESPONDING QUARTER **[01/04-31/12/2019] RM'000	CHANGES (AMOUNT/ %)
1 Gross interest income	26	47	-45%	127	163	-22%
2 Gross interest expense	94	104	-10%	341	292	17%

Note :

(1) *The Group has changed its financial year end from 31 March to 31 December as announced on 23 September 2019. The third quarter of the 9 months for the preceding year ended 31 December 2019, that is period from 1 October 2019 to 30 December 2019 of the corresponding period were prepared for comparative purpose, as preceding year corresponding quarter against the current year quarter ended 31 December 2020 for the financial year ending 31 December 2020.

(2) **The cumulative quarter for current year was for 12 month period ended 31 December 2020 and the preceding year cumulative corresponding quarter was for 9 months ended 31 December 2020. There is no comparative for the first quarter for the financial year ending 31 December 2020 due to change of financial year end in the preceding year.

CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
FOR THE FOURTH QUARTER AND TWELVE MONTHS ENDED 31 DECEMBER 2020
(The figures have been audited)

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER [31/12/2020] RM'000	PRECEDING YEAR CORRESPONDING QUARTER *[30/09/2019] RM'000	CURRENT YEAR QUARTER [01/01-31/12/2020] RM'000	PRECEDING YEAR CORRESPONDING QUARTER **[01/04-31/12/2019] RM'000
Revenue	12,591	7,858	36,217	28,925
Operating expenses	(15,503)	(9,996)	(45,788)	(34,583)
Other operating income	34	51	166	184
Operating profit / (loss)	(2,878)	(2,088)	(9,405)	(5,474)
Finance costs	(93)	(134)	(362)	(390)
Profit / (Loss) before tax	(2,971)	(2,222)	(9,767)	(5,864)
Taxation	(9)	(9)	(9)	(9)
Profit / (Loss) for the financial period/year	(2,980)	(2,231)	(9,776)	(5,873)
Other comprehensive income/(loss):				
Foreign currency translation differences	17	6	(57)	(1)
Other comprehensive income/(loss) for the period/year, net of tax	17	6	(57)	(1)
Total comprehensive income / (loss) for the period / year	(2,963)	(2,225)	(9,833)	(5,874)
Profit / (Loss) for the period/year attributed to :				
Owners of the Company	(2,967)	(2,205)	(9,727)	(5,846)
Non-controlling interest	(13)	(26)	(49)	(27)
	(2,980)	(2,231)	(9,776)	(5,873)
Total comprehensive income / (loss) for the period/year attributable to:				
Owners of the Company	(2,950)	(2,199)	(9,784)	(5,847)
Non-controlling interest	(13)	(26)	(49)	(27)
	(2,963)	(2,225)	(9,833)	(5,874)
Earning / (Loss) per share :				
- basic (sen)	(0.60)	(0.51)	(1.97)	(1.35)
- 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)		0.05		0.04

Note :

(1) *The Group has changed its financial year end from 31 March to 31 December as announced on 23 September 2019. The third quarter of the 9 months for the preceding year ended 31 December 2019, that is period from 1 October 2019 to 30 December 2019 of the corresponding period were prepared for comparative purpose, as preceding year corresponding quarter against the current year quarter ended 31 December 2020 for the financial year ending 31 December 2020.

(2) **The cumulative quarter for current year was for 12 month period ended 31 December 2020 and the preceding year cumulative corresponding quarter was for 9 months ended 31 December 2020. There is no comparative for the first quarter for the financial year ending 31 December 2020 due to change of financial year end in the preceding year.

The condensed consolidated statements of comprehensive income should be read in conjunction with the audited financial statements for the 9 months ended 31 December 2019 and the accompanying explanatory notes attached to the interim financial statements.

CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
AS AT 31 DECEMBER 2020

	As at 31.12.2020 (Audited) RM'000	As at 31.12.2019 (Audited) RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	2,352	3,056
Intangible assets	2,540	2,503
Right of use assets	1,251	1,470
	<u>6,143</u>	<u>7,029</u>
Current Assets		
Inventories	202	225
Trade receivables	13,148	11,034
Other receivables	1,985	2,315
Contract assets	1,999	31
Amount due from related companies	83	-
Tax recoverable	312	194
Deposits, cash and bank balances	18,404	9,586
	<u>36,133</u>	<u>23,385</u>
TOTAL ASSETS	<u>42,276</u>	<u>30,414</u>
EQUITY AND LIABILITIES		
Equity attributable to owners of the Company		
Share capital	72,727	51,177
Merger deficit	(13,509)	(13,509)
Foreign exchange reserve	59	116
Share Option Reserve	1,637	-
Retained profit / (Accumulated losses)	(30,878)	(21,138)
	<u>30,036</u>	<u>16,646</u>
Non-controlling interest	286	472
Total equity	<u>30,322</u>	<u>17,118</u>
Non-current liabilities		
Long term borrowings	45	69
Lease Liabilities	338	404
	<u>383</u>	<u>473</u>
Current Liabilities		
Trade payables	1,097	1,405
Other payables	3,359	1,984
Contract liabilities	1,383	2,316
Amount due to ultimate holding company	-	105
Amount due to immediate holding company	-	23
Amount due to a related company	215	602
Short term borrowings	4,540	5,272
Lease liabilities	957	1,105
Provision for taxation	20	11
Total current liabilities	<u>11,571</u>	<u>12,823</u>
Total liabilities	<u>11,954</u>	<u>13,296</u>
TOTAL EQUITY AND LIABILITIES	<u>42,276</u>	<u>30,414</u>
Net assets per share (RM)	<u>0.05</u>	<u>0.04</u>

The condensed consolidated cash flow statement should be read in conjunction with the audited financial statements for the 9 months ended 31 December 2019 and the accompanying explanatory notes attached to the interim financial statements.

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE FOURTH QUARTER AND TWELVE MONTHS ENDED 31 DECEMBER 2020

←----- 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
At 1 January 2020	51,177	(13,509)	116	-	(21,138)	16,646	472	17,118
Loss for the financial year	-	-	-	-	(9,727)	(9,727)	(49)	(9,776)
Foreign currency translation loss of foreign operations	-	-	(57)	-	-	(57)	-	(57)
Total comprehensive loss for the year	-	-	(57)	-	(9,727)	(9,784)	(49)	(9,833)
Transactions with owners :								
Issuance of new Shares through Private Placement	21,550	-	-	-	-	21,550	-	21,550
Fair Value of ESOS options granted	-	-	-	1,637	-	1,637	-	1,637
Acquisition of equity interest from non-controlling interest in a subsidiary	-	-	-	-	(13)	(13)	(137)	(150)
Total transactions with owners	21,550	-	-	1,637	(13)	23,174	(137)	23,037
At 31 December 2020	72,727	(13,509)	59	1,637	(30,878)	30,036	286	30,322

☐ Note 1

☐ Note 2

☐ Note 3

**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 2020**

Note 1

On 21 April 2020, the Company has announced that it proposes to undertake proposed private placement of up to 139,060,500 new ordinary shares in Dataprep Holdings Bhd ("DHB"), representing up to 30% of the total number of issued shares of DHB to parties identified and to be identified at a later date ("Proposed Share Placement").

Bursa Securities via its letter dated 29 June 2020 had approved the listing of up to 139,060,500 Placement Shares to be issued pursuant to the Proposed Share Placement.

On 17 July 2020, the Proposals was approved by shareholders during the Extraordinary General Meeting("EGM").

The Company has issued and listed the first tranches of private placement of 30,120,482 ordinary shares to Widad Business Group Sdn Bhd ("WBG") on 1 September 2020. The Company's issued and paid-up share capital has increased from RM51,177,883.34 comprising 463,535,324 ordinary shares to RM56,177,883.34 comprising 493,655,806 ordinary shares and raised proceeds of RM5,000,000 from the first tranches as announced on 28 August 2020.

The Company's issued and paid-up share capital has increased from RM56,177,883.34 comprising 493,655,806 ordinary shares to RM60,177,883.34 comprising 517,185,217 ordinary shares and raised proceeds of RM4,000,000 from the final balance of the first tranches as announced on 6 October 2020.

The Company's issued and paid-up share capital has increased from RM60,177,883.34 comprising 517,185,217 ordinary shares to RM70,965,419.34 comprising 591,582,017 ordinary shares and raised proceeds of RM10,787,536 as announced on 20 October 2020.

The Company's issued and paid-up share capital has increased from RM70,965,419.34 comprising 591,582,017 ordinary shares to RM72,727,627.34 comprising 602,595,817 ordinary shares and raised proceeds of RM1,762,208 as announced on 21 December 2020.

Note 2

The fair value of the number of the employee share option scheme ("ESOS") of 27,030,000 granted on 28 October 2020 was measured using the Trinomial Option Pricing model. The fair value of share options granted was measured at the grant date at RM0.060564 which was equivalent to RM 1,637,045. The total fair value of share options granted of RM1,637,045 was recognized as employee benefits expense with a corresponding adjustment to the equity.

Note 3:

On 2 April 2018, the issued share capital of Tamadun was increased from 10,000 ordinary shares to 500,000 ordinary shares and the new shares shall rank pari passu in all respects with the existing ordinary shares. On the same date, Tamadun had disposed 150,000 ordinary shares to an outside corporation for a consideration of RM150,000, representing 30% of the equity interest in Tamadun and thereafter, the Group's shareholding in Tamadun was reduced from 100% to 70%.

On 15 July 2020, The Company had transfer back the remaining 150,000 ordinary shares representing 100% equity interest in Tamadun Interaktif Sdn Bhd from non-controlling interest (Abroo Sdn Bhd) from 70% to 100%.

The condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the 9 months ended 31 December 2019 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 31 DECEMBER 2019

←----- 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 2019	43,863	-	(13,509)	117	(15,292)	15,179	141	15,320
Loss for the financial period / year	-	-	-	-	(5,846)	(5,846)	(27)	(5,873)
Foreign currency translation loss of foreign operations	-	-	-	(1)	-	(1)	-	(1)
Total comprehensive loss for the period/ year	-	-	-	(1)	(5,846)	(5,847)	(27)	(5,874)
Transactions with owners :								
Issuance of new Ordinary Shares	7,314	-	-	-	-	7,314	-	7,314
Non-controlling interest arising from investment in a subsidiary company	-	-	-	-	-	-	358	358
Total transactions with owners	7,314	-	-	-	-	7,314	358	7,672
At 31 December 2019	51,177	-	(13,509)	116	(21,138)	16,646	472	17,118

Note 1

Note 1:

On 29 October 2018, the Company has announced that it proposes to undertake a private placement of up to 42,139,500 new ordinary shares in the Company ("Placement Shares"), representing up to 10% of the issued and paid-up share capital of the Company ("Proposed Private Placement") pursuant to Sections 75 and 76 of the Companies Act 2016. The Bursa Securities has vide its letter dated 16 May 2019 approved the aforesaid application for extension of time to 28 November 2019 for the completion of the exercise.

The first tranche of the Placement Shares was listed and quoted on the Main Market of Bursa Securities on 11 July 2019 as announced on 10 July 2019. The issuance of the Placement Shares of 6,000,000 at RM0.17 each has increased the issued and paid-up share capital of the Company from RM43,863,470.84 representing 421,395,824 ordinary shares to RM44,883,470.84 representing 427,395,824 ordinary shares and raised proceeds of RM1,020,000.

The second tranche of the Placement Shares was listed and quoted on the Main Market of Bursa Securities on 30 August 2019 as announced on 29 August 2019. The issuance of the Placement Shares of 10,000,000 at RM0.17 each has increased the issued and paid-up share capital of the Company from RM44,883,470.84 representing 427,395,824 ordinary shares to RM46,583,470.84 representing 437,395,824 ordinary shares and raised proceeds of RM1,700,000.

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

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE THIRD QUARTER AND NINE MONTHS ENDED 31 DECEMBER 2019**

Note 1(Cont'd) :

The third tranche of the Placement Shares was listed and quoted on the Main Market of Bursa Securities on 30 October 2019 as announced on 29 October 2019. The issuance of the Placement Shares of 10,000,000 at RM0.177 each has increased the issued and paid-up share capital of the Company from RM46,583,470.84 representing 437,395,824 ordinary shares to RM48,353,470.84 representing 447,395,824 ordinary shares and raised proceeds of RM1,770,000.

The final tranche of the Placement Shares was listed and quoted on the Main Market of Bursa Securities on 19 November 2019 as announced on 18 November 2019. The issuance of the Placement Shares of 16,139,500 at RM0.175 each has increased the issued and paid-up share capital of the Company from RM48,353,470.84 representing 447,395,824 ordinary shares to RM 51,177,883.34 representing 463,535,324 ordinary shares and raised proceeds of RM2,824,412.50.

The Private Placement of 42,139,500 new ordinary shares was completed on 19 November 2019 and has raised total proceeds of RM 7,314,412.50.

The condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the 9 months ended 31 December 2019 and the accompanying explanatory notes attached to the interim financial statements.

CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS
AS AT 31 DECEMBER 2020

	31.12.2020 (Audited) RM'000	31.12.2019 (Audited) RM'000
Cash Flow from Operating Activities		
Loss before taxation	(9,767)	(5,864)
Adjustment for :-		
Non-cash items	4,150	1,855
Non-operating items	214	217
Operating loss before working capital changes	<u>(5,403)</u>	<u>(3,792)</u>
(Increase) / Decrease in inventories	-	29
(Increase) / Decrease in receivables	(1,771)	2,089
(Increase) / Decrease in contract asset	(1,968)	424
Increase / (Decrease) in payables	1,067	(2,602)
Decrease in contract liabilities	(933)	(1,969)
(Increase) / decrease in amount due from related companies	(83)	158
(Decrease) / Increase in amount due to ultimate holding company	(105)	105
(Decrease) / Increase in amount due to immediate holding company	(23)	23
(Decrease) / Increase in amount due to a related company	(387)	344
Cash used in operations	<u>(9,606)</u>	<u>(5,191)</u>
Tax paid	(130)	(102)
Tax refunded	12	100
Interest received	127	163
Interest paid	(341)	(380)
Net cash used in operating activities	<u>(9,938)</u>	<u>(5,410)</u>
Cash flow from Investing Activities		
Purchase of plant and equipment	(77)	(66)
Purchase of intangible assets	(429)	(996)
Proceeds from issuance of new ordinary shares	21,550	7,314
Proceeds from issuance of ordinary shares to non-controlling interest	(13)	358
Acquisition of additional shares in subsidiaries	(137)	-
Net cash generated from investing activities	<u>20,894</u>	<u>6,610</u>
Cash flow from Financing Activities		
Withdrawal of fixed deposits pledged	124	1,289
Drawdown / (Repayment) of borrowings	312	(2,409)
Payment of lease liabilities	(1,325)	(1,010)
Payment of hire purchase liabilities	(23)	(21)
Net cash used in financing activities	<u>(912)</u>	<u>(2,151)</u>
Net increase/ (decrease) in cash and cash equivalents	10,044	(951)
Effect of exchange rate fluctuations	(57)	-
Cash and cash equivalents at beginning of the year	1,254	2,205
Cash and cash equivalents at end of the year	<u>11,241</u>	<u>1,254</u>
Cash and cash equivalents at end of the financial year comprise the following:		
	As at 31.12.2020 RM'000	As at 31.12.2019 RM'000
Deposits with licensed commercial banks	6,228	6,352
Cash and bank balances	12,176	3,234
	<u>18,404</u>	<u>9,586</u>
Short Term Borrowing :		
-Overdraft	(935)	(1,980)
	<u>17,469</u>	<u>7,606</u>
Less : fixed deposits pledged	(6,228)	(6,352)
	<u>11,241</u>	<u>1,254</u>

The condensed consolidated cash flow statement should be read in conjunction with the audited financial statements for the 9 months ended 31 December 2019 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 9 months ended 31 December 2019. The significant accounting policies adopted are consistent with those of the audited financial statements for the 9 months ended 31 December 2019 except for the adoption of the following new and revised Malaysian Financial Reporting Standards (“MFRS”), Amendments to MFRSs and IC Interpretations:

During the financial year, 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 2020 :-

Amendments to MFRS 3-Defination of a Business
Amendments to MFRS 101 and Amendments to MFRS 108-Defination of Material
Amendments to MFRS 9, MFRS 139 and MFRS 7-Interest Rate Benchmark Reform

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 June 2020
Amendments to MFRS 16 - Covid'19-Related Rent Concessions
- (b) Effective for annual periods beginning on or after 1 January 2021
Amendments to MFRS 9, MFRS 139 and MFRS 7, MFRS 4 and MFRS 16 - Interest Rate Benchmark Reform (Phase 2)
- (c) Effective for annual periods beginning on or after 1 January 2022
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
- (d) Effective for annual periods beginning on or after 1 January 2023
Amendments to MFRS 101 - Classification of Liabilities as Current or Non-current
- (e) 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 9 months ended 31 December 2019 was not subject to any qualification.

3. Seasonality or cyclicity 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

The Company increased its issued and paid-up share capital from RM51,177,883 comprising 463,535,324 ordinary shares to RM72,727,627.34 comprising 602,595,817 ordinary shares during the current financial year through the private placement of 139,060,493 new ordinary shares representing up to 30% of the total number of issued shares of the Company as approved by Bursa Malaysia Securities Berhad ["Bursa Securities"] on 29 June 2020 and approved by way of poll by the shareholders of the Company on 17 July 2020. The Private Placement was completed on 21 December 2020 and raised a total proceeds of RM21,549,744 which were utilized for working capital, repayment of bank borrowings of the Group, funding investments and projects and corporate exercise expenses.

The new ordinary shares issued under the respective tranches of the Private Placement rank pari passu in all respects with the existing ordinary shares of the Company.

With reference to the announcements dated 21 April 2020, 18 May 2020, 29 June 2020, 2 July 2020, 17 July 2020, 21 August 2020, 28 September 2020, 9 October 2020 and 9 December 2020 in relation to the among others, the Share Placement, the Company announced that the Share Placement has been completed on 21 December 2020 following the listing of and quotation for the 139,060,493 Placement Shares on the Main Market of Bursa Securities as follows:

Tranches	Date Listed and Quoted on Bursa Securities	Issue Price Per share RM	Number of Placement Shares Units	Share Capital RM
Partial First Tranche	1 September 2020	0.166	30,120,482	5,000,000
Final First Tranche	7 October 2020	0.170	23,529,411	4,000,000
Second Tranche	21 October 2020	0.145	74,396,800	10,787,536
Final Tranche	21 December 2020	0.160	11,013,800	1,762,208
			139,060,493	21,549,744

6. Issuances, cancellation, repurchase, resale and repayment of debt and equity securities (Cont'd)

The Company's issued and paid-up share capital has increased from RM51,177,883.34 comprising 463,535,324 ordinary shares to RM72,727,627.34 comprising 602,595,817 ordinary shares and raised proceeds of RM21,549,744.00 as announced on 21 December 2020.

The total first tranches of 53,649,893 number of new ordinary shares representing share capital of RM9,000,000 were issued to Widad Business Group Sdn Bhd. The total second and final tranches of 85,410,600 number of new ordinary shares representing share capital of 12,549,744 were issued to third parties.

The new ordinary shares issued under the respective tranches were as follows:-

	Share Capital No of Units	Share Capital RM
As at 1 January 2020	463,535,324.00	51,177,883.34
Issuance of ordinary shares pursuant to private placement:-		
On 1 September 2020	30,120,482.00	5,000,000.00
On 7 October 2020	23,529,411.00	4,000,000.00
On 21 October 2020	74,396,800.00	10,787,536.00
On 21 December 2020	11,013,800.00	1,762,208.00
As at 31 December 2020	<u>602,595,817.00</u>	<u>72,727,627.34</u>

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 preceding financial period.

8. Segmental information\

The Group's segmental reporting by business segment as at 31 December 2020 is as follows: -

BUSINESS SEGMENT	EXTERNAL SALES RM'000	INTERSEGMENT SALES RM'000	ELIMINATION RM'000	GROUP SALES RM'000
(a) IT Related Products and Services and Trading	35,421	166	(166)	35,421
(b) Payment Solutions & Services	796			796
SALES BY SEGMENT	36,217	166	(166)	36,217
(a) IT Related Products and Services and Trading	(8,175)		8,132	(43)
(b) Payment Solutions & Services	(1,039)			(1,039)
SEGMENT RESULTS	(9,214)	-	8,132	(1,082)
Interest income				127
Unallocated expenses				(8,471)
Loss from operations				(9,426)
Interest expenses				(341)
Loss before taxation				(9,767)
Taxation				(9)
Loss after taxation				(9,776)

9. Valuation of property, plant and equipment

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

10. Significant events

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.

12. Change of financial year end- Comparatives

- (1) The Group has changed its financial year end from 31 March to 31 December as announced on 23 September 2019. The third and final quarter of the 9 months for the preceding year ended 31 December 2019, that is period from 1 October 2019 to 31 December 2019 of the corresponding period were prepared for comparative purpose, as preceding year corresponding quarter against the current year quarter ended 31 December 2020 for the financial year ended 31 December 2020.
- (2) The cumulative quarter for current year was for 12-months period ended 31 December 2020 and the preceding year cumulative corresponding quarter was for 9 months ended 31 December 2020. There is no comparative for the first quarter for the financial year ending 31 December 2020 due to change of financial year end in the preceding year.

13. Changes in contingent liabilities (Secured)

Contingent Liabilities :-	Group		
	31.12.2020 RM'000	31.12.2019 RM'000	Increase/ (decrease) RM'000
Corporate guarantee given to financial institutions for performance guarantee of a subsidiary (secured)	966	545	421
	966	545	421

14. Review of performance

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

	INDIVIDUAL QUARTER			CUMULATIVE QUARTER		
	CURRENT YEAR QUARTER [31/12/2020] RM'000	PRECEDING YEAR CORRESPONDING QUARTER *[31/12/2019] RM'000	CHANGES (AMOUNT/ %)	CURRENT YEAR QUARTER [01/01-31/12/2020] RM'000	PRECEDING YEAR CORRESPONDING QUARTER **[01/04-31/12/2019] RM'000	CHANGES (AMOUNT/ %)
Revenue	12,591	7,858	60%	36,217	28,925	25%
Operating profit / (loss)	(2,878)	(2,088)	-38%	(9,405)	(5,474)	-72%
Profit / (Loss) Before Interest and Tax	(2,878)	(2,088)	-38%	(9,405)	(5,474)	-72%
Profit / (Loss) before taxation	(2,971)	(2,222)	-34%	(9,767)	(5,864)	-67%
Profit / (Loss) for the year	(2,980)	(2,231)	-34%	(9,776)	(5,873)	-66%
Profit / (Loss) attributable to owners of the Company	(2,967)	(2,205)	-35%	(9,727)	(5,846)	-66%

Note: **

- (1) * The Group has changed its financial year end from 31 March to 31 December as announced on 23 September 2019. The third and final quarter of the 9 months for the preceding year ended 31 December 2019, that is period from 1 October 2019 to 31 December 2019 of the corresponding period were prepared for comparative purpose, as preceding year corresponding quarter against the current year quarter ended 31 December 2020 for the financial year ended 31 December 2020
- (2) ** The cumulative quarter for current year was for 12-months period ended 31 December 2020 and the preceding year cumulative corresponding quarter was for 9 months ended 31 December 2020. There is no comparative for the first quarter for the financial year ending 31 December 2020 due to change of financial year end in the preceding year

The Group's recorded higher sales of RM12.59 million, an increase of 60% as compare with the preceding year corresponding quarter of RM7.86 million was due to new projects secured.

The loss before taxation of RM2.97 million in the current quarter as against RM2.22 million in the preceding year corresponding quarter. The loss before taxation of RM2.97 million was due to the non-recurring professional fee of RM1.45m incurred for corporate exercise and ESOS share based payment of RM1.64 million included in the operating expenses.

14. Review of performance (Cont'd)

a. Comparison of results for the current quarter with the preceding year corresponding quarter (Cont'd)

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 RM12.37 million was higher than the preceding year corresponding quarter of RM7.52 million due to new projects secured.

The profit before taxation of RM1.53 million for this segment in the current quarter as against a loss before taxation of RM0.56 million for this segment in the preceding year corresponding quarter was due to new projects with high gross profit margin secured.

Payment Solutions and Services

The revenue decreased from RM0.33 million in the preceding year corresponding quarter to RM0.22 million in the current quarter was due to lower number of terminal installed.

This segment recorded a loss before taxation of RM0.48 million in the current quarter as against a loss before taxation of RM0.016 million due to lower number of terminal installed.

b. Comparison of results for the current cumulative quarter of 12 months ended 31 December 2020 with the preceding year cumulative quarter of 9 months ended 31 December 2019. (* Refer to note)

*Note:

- (1) The Group has changed its financial year end from 31 March to 31 December as announced on 23 September 2019. The third and final quarter of the 9 months for the preceding year ended 31 December 2019, that is period from 1 October 2019 to 31 December 2019 of the corresponding period were prepared for comparative purpose, as preceding year corresponding quarter against the current year quarter ended 31 December 2020 for the financial year ended 31 December 2020.
- (2) The cumulative quarter for current year was for 12-months period ended 31 December 2020 and the preceding year cumulative corresponding quarter was for 9 months ended 31 December 2020. There is no comparative for the first quarter for the financial year ending 31 December 2020 due to change of financial year end in the preceding year.

c. Assets and Liabilities

Total assets increased from RM30.41 million as at 31 December 2019 to RM 42.27 million as at 31 December 2020 attributable to higher trade receivables and improvement on cash and bank balances.

Total liabilities decrease from RM13.30 million as at 31 December 2019 to RM11.95 million as at 31 December 2020 was due to settlement of bank borrowing.

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

		CURRENT YEAR QUARTER [31/12/2020] RM'000	IMMEDIATE PRECEDING QUARTER [30/09/2020] RM'000	CHANGES (AMOUNT/%)
1	Revenue	12,591	8,551	47%
2	Operating profit / (loss)	(2,878)	(2,205)	-31%
3	Profit / (Loss) Before Interest and Tax	(2,878)	(2,205)	-31%
4	Profit / (Loss) before taxation	(2,971)	(2,308)	-29%
5	Profit / (Loss) for the year	(2,980)	(2,308)	-29%
6	Profit / (Loss) attributable to owners of the Company	(2,967)	(2,288)	-30%

The Group's revenue for the current quarter was RM12.59 million as compared to the immediate preceding quarter of RM8.55 million. Higher revenue was due to new projects secured.

The Group recorded a loss before taxation of RM2.97 million in the current quarter as compared to loss before taxation of RM2.31 million in the immediate preceding quarter. The loss before taxation of RM2.97 million was due to the non-recurring professional fee of RM1.45m incurred for corporate exercise and ESOS share based payment of RM1.64 million included in the operating expenses.

16. Prospects

The Group has implemented business strategy to improve its revenue and profitability by securing more new projects, pursuing new opportunities in the financial, oil and gas, transportation, telecommunication sectors, and other untapped industries to increase its revenue stream. The Group is exploring more ICT business opportunities in the public sector by collaborating with strategic ICT partners, and is actively participating in the tendering of government's project under the wide spectrum of ICT services.

The Group exercise prudent in managing its operation to overcome the current adverse business environment by managing cautiously its working capital, operations productivity, the efficiency of its manpower and leveraging on new business and investment opportunities that is suitable for the Group. The Group is continuously looking at rationalization and efficient management of its workforce at the optimal level to meet its operational requirements.

The Group is optimistic about certain aspects of the ICT industry despite the current adverse business environment caused by the Covid-19 pandemic as it will benefit from the Government's efforts to revive the economy through various Digital Initiatives and the Malaysia Digital Economy Blueprint ("MyDIGITAL"). The Group will benefit from the Government's digital economy transformation and anticipates the business to grow at a stronger pace in the coming financial years by tapping into ICT opportunities for both the public and private sectors. The Group will leverage on its 50 years of proven group-wide accumulated ICT experiences and professional staffs, its good customers' track record of implementing large-scale ICT projects to participate in the said government's initiatives, and also actively participate in more major ICT projects in both the public and private sectors. Notwithstanding the uncertain economic outlook, the management expects the Group's business to grow as a result of government-led initiatives in "Digital Lifestyle Malaysia", which encourages business players to embrace ICT services and adopt the infrastructure in internet-based business transactions and also initiatives in MyDIGITAL. The Group aims to be the digital solution provider in line with MyDIGITAL initiatives. The vast experiences in digital technology and handling of significant scale projects provide the Group with the expertise needed by the government's digital transformation programs to

16. Prospects (Cont'd)

modernize its services solutions, end-to-end online government services, cashless e-payments, and usage of cloud storage across the government.

The Group via its wholly-owned subsidiary, Dataprep Payment Solutions Sdn Bhd had on 13 November 2019 secured approval from Bank Negara Malaysia for issuing electronic money or e-money. The Group is targeting the e-money segment for the education sector to boost the revenue for its payment solutions and services segment. Subject to regulatory approval, the Group plan to expand the usage of e-wallet to the public and to be used by other parties under the white label arrangement

New areas and opportunities under the Group are expected to come from the telecommunication segment. The Group through its newly acquired subsidiary, Ridaa Associates Sdn Bhd (“RIDAA”) will explore opportunities in the telecommunication sector especially on the fifth generation (5G) infrastructure and fiber-optic network, in line with the Government’s effort and MyDIGITAL initiatives to improve connectivity nationwide. RIDAA has Network Facility Provider License (“NFP”), Network Service Provider License (“NSP”) and Applications Service Provider Class License(“ASPCL”) issued by the Malaysian Communications and Multimedia Commission(“MCMC”).

The Group has further strengthened its business by successfully completed the fund raising from Private Placements on 21 December 2020. The completion of the Company’s corporate exercise has increased the capital base of the Company, strengthened its financial position and facilitated the Group in its working capital requirements to carry out new projects secured. The Company has successfully raised proceeds of RM21,549,744. A total number of 139,060,493 new ordinary shares were listed and quoted for the financial year ended 31 December 2020. The share capital of the Company has increased from RM51,177,883.34, represented by 463,535,324 ordinary shares to 72,727,627.34, represented by 609,595,817 ordinary shares as at 31 December 2020.

Subsequent to year end, on 16 February 2021, the Company announced the proposal to undertake private placement of up to 138,597,000 new ordinary shares in Dataprep Holdings Bhd (“DHB”) representing up to 20% of the total number of issued shares in DHB (“Proposed Private Placement”). The Proposed Private Placement shall be undertaken in accordance with the general mandate pursuant to Sections 75 and 76 of the Companies Act, 2016 approved by the shareholders of DHB at the Annual General Meeting of the Company held on 24 June 2020. The Proposed Private Placement will further strengthen the financial position of the Group and provide additional working capital for its growing business.

Barring unforeseen circumstances, the Group remains confident for a better outlook for the financial year ending 31 December 2021 and will actively participate in more tenders and benefit from many job opportunities in line with MyDigital initiatives.

17. Taxation

	Current Year Quarter Ended 31.12.2020 RM'000	Cumulative Year Quarter Ended 31.12.2020 RM'000
Income tax		
- Current year	9	9
- Overprovision in prior year	-	-
Tax expense	9	9

18. Status of corporate exercise

On 21 April 2020, the Company has announced that it proposes to undertake the following:-

- (i) proposed private placement of up to 139,060,500 new ordinary shares in Dataprep Holdings Bhd (“DHB”), representing up to 30% of the total number of issued shares of DHB to parties identified and to be identified at a later date (“Proposed Share Placement”); and
- (ii) proposed establishment of a long term incentive plan of up to 15% of the total number of issued DHB Shares (excluding treasury shares, if any) for the eligible directors, senior management and employees of DHB and its subsidiary companies (excluding subsidiaries which are dormant) (“Proposed LTIP”), which are collectively referred to as the “Proposals”

The listing application in relation to the Proposals has been submitted to Bursa Securities on 18 May 2020.

Bursa Securities via its letter dated 29 June 2020 had approved the following:-

- (i) Listing of up to 139,060,500 Placement Shares to be issued pursuant to the Proposed Share Placement; and
- (ii) Listing of such number of new DHB Shares representing up to 15% of the total number of issued shares of DHB (excluding treasury shares) to be issued pursuant to the exercise of the options and/vesting of the new shares under the Proposed LTIP.

The approval granted by Bursa Securities for the listing and quotation of the Placement Shares is subject to the following conditions: -

- (i) DHB and KAF IB must fully comply with the relevant provisions under the Listing Requirements pertaining to the implementation of the Proposed Share Placement;
- (ii) DHB and KAF IB to inform Bursa Securities upon the completion of the Proposed Share Placement; and
- (iii) DHB to furnish Bursa Securities with a written confirmation of its compliance with the terms and conditions of Bursa Securities’ approval once the Proposed Share Placement is completed.

The approval granted by Bursa Securities for the Proposed LTIP is subject to the following conditions: -

- (i) KAF IB is required to submit a confirmation to Bursa Securities of full compliance of the Proposed LTIP pursuant to Paragraph 6.43(1) of the Listing Requirements and stating the effective date of implementation together with a certified true copy of the resolutions passed by the shareholders in general meeting; and
- (ii) DHB is required to furnish Bursa Securities on a quarterly basis a summary of the total number of shares listed pursuant to the exercise of options, pursuant to the Proposed LTIP as at the end of each quarter together with a detailed computation of listing fees payable

On 17 July 2020, all the resolutions as set out in the Notice of Extraordinary General Meeting (“EGM”) dated 2 July 2020 were duly approved by way of poll by the shareholders of the Company.

The Company has also made announcement on 21 July 2020 that the effective date for the implementation of the LTIP was on 21 July 2020, being the date on which the Company was in full compliance with Paragraph 6.43(1) of the Listing Requirements of Bursa Securities.

18. Status of corporate exercise (Cont'd)

The Company has on 21 August 2020 fixed the issue price for the first tranche of the Share Placement comprising 30,120,482 Placement Shares at RM0.166 per Placement Share (“Price Fixing Date”). The issue price of RM0.166 per Placement Share represents a discount of approximately 9.78% to the five (5)-day VWAP of DHB Shares, up to and including 19 August 2020 (being the last market day prior to the Price Fixing Date) of RM0.184 per DHB Share.

The Company has issued and listed the first tranches of private placement of 30,120,482 ordinary shares to Widad Business Group Sdn Bhd (“WBG”) on 1 September 2020.

The Company’s issued and paid-up share capital has increased from RM51,177,883.34 comprising 463,535,324 ordinary shares to RM56,177,883.34 comprising 493,655,806 ordinary shares and raised proceeds of RM5,000,000 from the first tranches as announced on 28 August 2020.

The Company has on 28 September 2020 fixed the issue price for the balance of the first tranche placement comprising 23,529,411 Placement Shares at RM0.170 per Placement Share (“Price Fixing Date”) to WBG. The issue price of RM0.170 per Placement Share represents a discount of approximately 9.57% to the five (5)-day VWAP of DHB Shares, up to and including 25 September 2020 (being the last market day prior to the Price Fixing Date) of RM0.188 per DHB Share.

The Company has issued and listed the balance of the first tranches of private placement of 23,529,411 ordinary shares to WBG on 7 October 2020.

The Company’s issued and paid-up share capital has increased from RM56,177,883.34 comprising 493,655,806 ordinary shares to RM60,177,883.34 comprising 517,185,217 ordinary shares and raised proceeds of RM4,000,000 from the final balance of the first tranches as announced on 6 October 2020.

The Company has on 9 October 2020 fixed the issue price for the second tranches of the Placement Shares at RM0.145 each. The issue price of RM0.145 per Placement Share represents a discount of approximately 9.94% to the five (5)-day VWAP of DHB Shares, up to and including 8 October 2020 (being the last market day prior to the Price Fixing Date) of RM0.161 per DHB Share.

The Company has listed the second tranches of placement of 74,396,800 ordinary shares to third party investors on 21 October 2020.

The Company’s issued and paid-up share capital has increased from RM60,177,883.34 comprising 517,185,217 ordinary shares to RM70,965,419.34 comprising 591,582,017 ordinary shares and raised proceeds of RM10,787,536 as announced on 20 October 2020.

The Company has on 9 December 2020 fixed the issue price for the final tranches of the Placement Shares at RM0.160 each. The issue price of RM0.160 per Placement Share represents a discount of approximately 9.60% to the five (5)-day VWAP of DHB Shares, up to and including 8 December 2020 (being the last market day prior to the Price Fixing Date) of RM0.177 per DHB Share.

The Company has listed the final tranches of placement of 11,013,800 ordinary shares to third party investors on 21 December 2020.

18. Status of corporate exercise (Cont'd)

The Company's issued and paid-up share capital has increased from RM70,965,419.34 comprising 591,582,017 ordinary shares to RM72,727,627.34 comprising 602,595,817 ordinary shares and raised proceeds of RM1,762,208 as announced on 21 December 2020.

The Company announced on 21 December 2020 that the Share Placement has been completed on 21 December 2020 following the listing of and quotation for the 139,060,493 Placement Shares on the Main Market of Bursa Securities as follows:

Tranches	Listing Date	Issue Price (RM)	No. of Shares (Units)	Proceeds (RM)
First Tranche Placement	1 September 2020	0.166	30,120,482	5,000,000
	7 October 2020	0.170	23,529,411	4,000,000
Second tranche	21 October 2020	0.145	74,396,800	10,787,536
Final tranche	21 December 2020	0.160	11,013,800	1,762,208
			139,060,493	21,549,744

The utilization of proceeds from the Private Placement is as follows:-

Utilisation proceeds		Proposed utilisation	Actual utilisation
		RM'000	RM'000
1)	Working capital requirement	10,159	12,981
2)	Repayment of bank borrowings	6,000	5,442
3)	Future investments or projects	4,500	3,000
4)	Estimated expenses for the Private Share Placement	200	127
Total		20,859	21,550

19. Event subsequent to the end of reporting period

a) Proposed Acquisition of RIDAA Associates Sdn Bhd

Reference is made to the Company’s announcement dated 10 December 2020 in relation to the Proposed Acquisition RIDAA Associates Sdn Bhd , the Company has announced on 15 February 2021 that upon the fulfillment of the conditions precedent as set out in the Share Sale Agreement, the Proposed Acquisition is duly completed on 15 February 2021. The full settlement of the Purchase Consideration shall be completed in accordance with the terms and conditions as stipulated in the Share Sale Agreement.

b) Proposed Private Placement

On 16 February 2021, the Company announced the proposal to undertake private placement of up to 138,597,000 new ordinary shares in Dataprep Holdings Bhd (“DHB”) representing up to 20% of the total number of issued shares in DHB (“Proposed Private Placement”). The Proposed Private Placement shall be undertaken in accordance with the general mandate pursuant to Sections 75 and 76 of the Companies Act, 2016 approved by the shareholders of DHB at the Annual General Meeting of the Company held on 24 June 2020 which authorizes the Board to issue and allot new DHB Shares not exceeding 20% of the total number of issued shares of the Company (“General Mandate”). The General Mandate, unless revoked or varied by the Company at a general meeting, shall continue to be in force until the conclusion of the next AGM of the Company.

20. Group borrowings

The Group borrowings are as follows:

		As at 31.12.2020 RM'000	As at 31.12.2019 RM'000
Short Term Borrowings:			
Secured :			
- Banker acceptances		3,573	3,261
- Bank overdraft		935	1,980
- Hire purchase payables		32	31
Total Short Term Borrowings	A	4,540	5,272
Long Term Borrowings:			
Secured :			
- Hire purchase payables		45	69
Total Long Term Borrowings	B	45	69
Total Borrowings	(A + B)	4,585	5,341

All borrowings are denominated in Ringgit Malaysia.

21. Material litigation

There was no material litigation as at 31 December 2020.

22. Dividend proposed or declared

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

23. Loss per share

(a) Basic

	Current Quarter Ended 31.12.2020	Cumulative Quarter Ended 31.12.2020
Loss attributable to owners of the Company (RM'000)	(2,967)	(9,727)
Weighted average number of shares in issue ('000)	493,773	493,773
Loss per share (sen)	(0.60)	(1.97)

(b) Diluted

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

24. Capital commitment

The Group has no material capital commitment as at 31 December 2020

25. Notes to the Consolidated Statement of Comprehensive Income

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

	Current Quarter Ended 31.12.2020 RM'000	Cumulative Quarter Ended 31.12.2020 RM'000
Interest expense	94	341
Depreciation of plant and equipment	191	781
Amortisation of intangible assets	184	392
Allowance for obsolete inventories	1	34
and after crediting:		
Interest income	(26)	(127)
Net (write-back of)/allowance for impairment losses on receivables	(13)	-

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 December 2020.

By Order of the Board
Dataprep Holdings Bhd

Geng Mun Mooi (MIA 8365)
Nor Fazieana Daud (MAICSA 7067115)
Leong Shiak Wan (MAICSA 7012855)
Zuriati Binti Yaacob (LS0009971)

Company Secretaries
25 February 2021