

SUMMARY OF KEY FINANCIAL INFORMATION
FOR THE SECOND QUARTER AND SIX MONTHS ENDED 30 SEPTEMBER 2014

		INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
		CURRENT YEAR QUARTER	PRECEDING YEAR CORRESPONDING QUARTER	CURRENT YEAR QUARTER	PRECEDING YEAR CORRESPONDING QUARTER
		[30/09/2014] RM'000	[30/09/2013] RM'000	[30/09/2014] RM'000	[30/09/2013] RM'000
1	Revenue	18,888	10,221	31,070	23,610
2	Profit/(Loss) before tax	435	(1,782)	(1,396)	(2,515)
3	Profit/(Loss) for the period	398	(1,789)	(1,433)	(2,542)
4	Profit/(Loss) attributable to owners of the Company	201	(1,756)	(1,679)	(2,518)
5	Basic earnings/(loss) per share (sen)	0.05	(0.46)	(0.44)	(0.66)
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)		0.09		0.09

ADDITIONAL INFORMATION

		INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
		CURRENT YEAR QUARTER	PRECEDING YEAR CORRESPONDING QUARTER	CURRENT YEAR QUARTER	PRECEDING YEAR CORRESPONDING QUARTER
		[30/09/2014] RM'000	[30/09/2013] RM'000	[30/09/2014] RM'000	[30/09/2013] RM'000
1	Gross interest income	195	151	374	353
2	Gross interest expense	117	17	165	76

**CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
FOR THE SECOND QUARTER AND SIX MONTHS ENDED 30 SEPTEMBER 2014**
(The figures have not been audited)

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER	PRECEDING YEAR CORRESPONDING QUARTER	CURRENT YEAR QUARTER	PRECEDING YEAR CORRESPONDING QUARTER
	[30/09/2014] RM'000	[30/09/2013] RM'000	[30/09/2014] RM'000	[30/09/2013] RM'000
Revenue	18,888	10,221	31,070	23,610
Operating expenses	(18,797)	(12,240)	(32,928)	(26,578)
Other operating income	495	282	683	569
Operating profit/(loss)	586	(1,737)	(1,175)	(2,399)
Finance costs	(151)	(45)	(221)	(116)
Profit/(Loss) before tax	435	(1,782)	(1,396)	(2,515)
Taxation	(37)	(7)	(37)	(27)
Profit/(Loss) for the period	398	(1,789)	(1,433)	(2,542)
Other comprehensive income/(loss):				
Foreign currency translation differences	8	21	10	25
Other comprehensive income/(loss) for the period, net of tax	8	21	10	25
Total comprehensive income/(loss) for the period	406	(1,768)	(1,423)	(2,517)
Profit/(Loss) for the period attributed to :				
Owners of the Company	201	(1,756)	(1,679)	(2,518)
Non-controlling interest	197	(33)	246	(24)
	398	(1,789)	(1,433)	(2,542)
Total comprehensive income/(loss) attributable to:				
Owners of the Company	209	(1,735)	(1,669)	(2,493)
Non-controlling interest	197	(33)	246	(24)
	406	(1,768)	(1,423)	(2,517)
Earning/(Loss) per share :				
- basic (sen)	0.05	(0.46)	(0.44)	(0.66)
- 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)	0.09	0.09

The condensed consolidated statements of comprehensive income should be read in conjunction with the audited financial statements for the year ended 31 March 2014 and the accompanying explanatory notes attached to the interim financial statements.

CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
AS AT 30 SEPTEMBER 2014

	As at 30.09.2014 (Unaudited) RM'000	As at 31.3.2014 (Audited) RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	1,355	1,554
Intangible assets	205	262
Other Investments	91	91
Long term receivables	272	618
	<u>1,923</u>	<u>2,525</u>
Current Assets		
Inventories	486	517
Trade receivables	30,476	25,256
Other receivables	1,890	2,170
Amount due from a related party	272	-
Tax recoverable	2	1
Deposits, cash and bank balances	24,182	22,886
	<u>57,308</u>	<u>50,830</u>
TOTAL ASSETS	<u>59,231</u>	<u>53,355</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	46	36
Accumulated losses	(54,846)	(53,167)
	<u>32,951</u>	<u>34,620</u>
Non-controlling interest	1,329	1,083
Total equity	<u>34,280</u>	<u>35,703</u>
Non-current liabilities		
Long term borrowings	537	860
	<u>537</u>	<u>860</u>
Current Liabilities		
Trade payables	12,423	9,943
Other payables	4,261	4,087
Provision for taxation	13	56
Short term borrowings	7,717	2,706
Total current liabilities	<u>24,414</u>	<u>16,792</u>
Total liabilities	<u>24,951</u>	<u>17,652</u>
TOTAL EQUITY AND LIABILITIES	<u>59,231</u>	<u>53,355</u>
Net assets per share (RM)	0.09	0.09

The condensed consolidated statement of financial position should be read in conjunction with the audited financial statements for the year ended 31 March 2014 and the accompanying explanatory notes attached to the interim financial statements.

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE SECOND QUARTER AND SIX MONTHS ENDED 30 SEPTEMBER 2014

←----- 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 2014	95,772	5,488	(13,509)	36	(53,167)	34,620	1,083	35,703
Loss for the period	-	-	-	-	(1,679)	(1,679)	246	(1,433)
Other comprehensive income:								
Foreign currency translation gain for foreign operations	-	-	-	10	-	10	-	10
Total comprehensive loss for the period	-	-	-	10	(1,679)	(1,669)	246	(1,423)
At 30 September 2014	95,772	5,488	(13,509)	46	(54,846)	32,951	1,329	34,280
At 1 April 2013	95,772	5,488	(13,509)	11	(48,074)	39,688	627	40,315
Loss for the financial year	-	-	-	-	(5,093)	(5,093)	456	(4,637)
Other comprehensive income:								
Foreign currency translation gain for foreign operations	-	-	-	25	-	25	-	25
Total comprehensive loss for the year	-	-	-	25	(5,093)	(5,068)	456	(4,612)
At 31 March 2014	95,772	5,488	(13,509)	36	(53,167)	34,620	1,083	35,703

The condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the year ended 31 March 2014 and the accompanying explanatory notes attached to the interim financial statements.

**CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS
FOR THE SECOND QUARTER AND SIX MONTHS ENDED 30 SEPTEMBER 2014**

	Six Months Ended	
	30.09.2014 RM'000	30.09.2013 RM'000
Cash Flow from Operating Activities		
Loss before tax	(1,396)	(2,515)
Adjustment for :-		
Non-cash items	340	584
Non-operating items	(209)	(277)
Operating loss before working capital changes	<u>(1,265)</u>	<u>(2,208)</u>
Decrease / (increase) in inventories	82	(1,111)
(Increase) / decrease in receivables	(4,870)	(211)
Increase in payables	2,655	(1,103)
Cash used in operations	<u>(3,398)</u>	<u>(4,633)</u>
Tax (paid) / refunded	(81)	(17)
Interest received	374	353
Interest paid	(165)	(76)
Net cash used in operating activities	<u>(3,270)</u>	<u>(4,373)</u>
Cash flow from Investing Activities		
Purchase of property, plant and equipment	(133)	(199)
Purchase of intangible assets	(2)	(185)
Proceeds from disposal of plant and equipment	3	-
Net cash used in investing activities	<u>(132)</u>	<u>(384)</u>
Cash flow from Financing Activities		
Drawdown of borrowings	4,993	1,376
Repayment of borrowings	(271)	(323)
Payment of hire purchase liabilities	(34)	(21)
Net cash from financing activities	<u>4,688</u>	<u>1,032</u>
Net decrease in cash and cash equivalents	1,286	(3,725)
Effect of exchange rate fluctuations	10	29
Cash and cash equivalents at beginning of the year	22,886	26,698
Cash and cash equivalents at end of the period	<u>24,182</u>	<u>23,002</u>

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

	As at 30.09.2014 RM'000	As at 30.09.2013 RM'000
	Deposits with licensed commercial banks	18,112
Cash and bank balances	6,070	5,158
Bank Overdraft	-	-
Cash and cash equivalents	<u>24,182</u>	<u>23,002</u>

The condensed consolidated cash flow statement should be read in conjunction with the audited financial statements for the year ended 31 March 2014 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”).

The interim financial statements should be read in conjunction with the Group’s audited financial statements for the financial year ended 31 March 2014. The significant accounting policies adopted are consistent with those of the audited financial statements for the financial year ended 31 March 2014 except for the adoption of the following new and revised Malaysian Financial Reporting Standards (“MFRS”), Amendments to MFRSs and IC Interpretations:

New and Revised MFRSs and IC Interpretation

IC Interpretation 21 Levies

Amendments to MFRSs and IC Interpretation

Amendments to MFRS 10, MFRS 12 and MFRS 127: Investment Entities

Amendments to MFRS 132: Financial Instruments: Presentation - Offsetting Financial Assets and Financial Liabilities.

Amendments to MFRS 136: Recoverable Amount Disclosures for Non-financial Assets

Amendments to MFRS 139: Novation of Derivatives and Continuation of Hedge Accounting

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 July 2014

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”

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

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

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

MFRS 15: Revenue from Contracts with Customers

(d) Effective for a date yet to be confirmed

MFRS 9: Financial Instruments (IFRS 9 issued by International Accounting Standards Board ("IASB") in November 2009)

MFRS 9: Financial Instruments (IFRS 9 issued by IASB in October 2010)

MFRS 9 and MFRS 7: Mandatory Effective Date of MFRS 9 and Transition Disclosures

MFRS 9: Financial Instruments (Hedge Accounting and Amendments to MFRS 9, MFRS 7 and MFRS 139) (IFRS 9 as amended in November 2013)

2. Audit qualification of the preceding annual financial statement

The Auditors' Report of the most recent Group's Annual Financial Statements for the financial year ended 31 March 2014 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

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) IT Related Products and Services	30,183	-	(123)	30,060
(b) Payment Solutions & Services	887	123		1,010
SALES BY SEGMENT	31,070	123	(123)	31,070
(a) IT Related Products and Services	(1,996)		3,426	1,430
(b) Payment Solutions & Services	(97)			(97)
SEGMENT RESULTS	(2,093)	-	3,426	1,333
Interest income				374
Unallocated income / expenses				(2,938)
Loss from operations				(1,231)
Interest expenses				(165)
Loss before taxation				(1,396)
Taxation				(37)
Loss after taxation				(1,433)

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.

11. Effects of changes in the composition of the Group

The Company, Dataprep Holdings Bhd has incorporated a wholly-owned subsidiary company known as 88 Daiman Sdn Bhd ("88 DSB") (Company No. 1096518-W) on 19 September 2014.

The authorised share capital and paid-up share capital of 88 DSB are RM400,000.00 and RM2.00 respectively.

The principal activities of 88 DSB is general trading.

12. Changes in contingent liabilities (unsecured)

Unsecured Contingent Liabilities :-	Group		
	30.09.14 RM'000	31.03.14 RM'000	Increase/ (decrease) RM'000
Corporate guarantee given to financial institutions for: - Performance guarantees given to third parties	4,817	5,323	(506)
Total	4,817	5,323	(506)

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

The Group's revenue increased by RM8.67 million to RM18.89 million in the current quarter as compared to RM10.22 million in the preceding year corresponding quarter. The increase in revenue was due to higher value projects secured in the current quarter. This has resulted in profit before taxation of RM435k as compared to a loss before taxation of RM1.78 million in the preceding year corresponding quarter.

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

Revenue increased to RM18.38 million in the current quarter from RM9.69 million in the preceding year corresponding quarter due to more high value projects secured. This business segment contributed a profit before taxation of RM24k against a loss before taxation of RM1.99 million in the preceding year corresponding quarter.

Payment Solutions and Services

Revenue decreased from RM593k in the preceding year corresponding quarter to RM506k in the current quarter. The lower loss before taxation of RM26k in the current quarter as compared to RM54k in the preceding year corresponding quarter was mainly due to reduced operating expenses.

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

	<u>Current Quarter</u>	<u>Immediate Preceding Quarter</u>
	RM'000	RM'000
Revenue	18,888	12,182
Profit/(Loss) before taxation	435	(1,831)

The Group's revenue for the current quarter increased significantly by 55% to RM18.89 million from RM12.18 million in the immediate preceding quarter. The much improved revenue was achieved due to more high value projects secured for the current quarter. The Group recorded a profit before taxation of RM435k in the current quarter as compared to a loss before taxation of RM1.83 million in the immediate preceding quarter.

15. Prospects

The Group is working conscientiously to turnaround its financial position and performance. The Group generated a profitable result in the current quarter due to higher value projects secured.

The Group is in the midst of implementing a transformation plan to strengthen its financial well-being. Measures undertaken include the identification of potential new ventures and opportunities coupled with the expansion of ICT into new sectors.

Barring unforeseen circumstances, the Group expects an improvement in the results for the financial year ending 31 March 2015 as compared to the preceding financial year ended 31 March 2014.

16. Variance for profit forecast / Shortfall in profit guarantee

Not applicable.

17. Taxation

	Current Year Quarter Ended 30.09.14 RM'000	Cumulative Quarter Ended 30.09.14 RM'000
Income tax		
- Current period	37	37
- Undeprovision in prior year	-	-
Tax expense	37	37

18. Status of corporate exercise

There was no corporate exercise as at the date of this announcement.

19. Group borrowings

The Group's borrowings are as follows:

		As at 30.09.14 RM'000	As at 31.03.14 RM'000
Short Term Borrowings:			
Secured			
- Banker acceptance		6,748	1,755
- Hire purchase		54	68
- Other borrowing		915	883
Total Short Term Borrowings	A	7,717	2,706
Long Term Borrowings:			
Secured			
- Hire purchase		217	236
- Other borrowing		320	624
Total Long Term Borrowings	B	537	860
Total Borrowings	(A + B)	8,254	3,566

All borrowings are denominated in Ringgit Malaysia.

20. Material litigation

There were no pending material litigation matters as at 30 September 2014.

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 30.09.14	Cumulative Quarter Ended 30.09.14
Profit/(Loss) attributable to owners of the Company (RM'000)	201	(1,679)
Weighted average number of shares in issue ('000)	383,087	383,087
Earning/(loss) per share (sen)	0.05	(0.44)

(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 30 September 2014.

24. Notes to the Consolidated Statement of Comprehensive Income

Total comprehensive income for the period is arrived at after charging:

	Current Year Quarter Ended 30.09.14 RM'000	Cumulative Quarter Ended 30.09.14 RM'000
Interest expense	116	165
Depreciation of plant and equipment	160	327
Amortisation of intangible assets	28	59
Allowance for obsolete inventories	19	49
and after crediting:		
Foreign exchange gains – realised	(32)	(41)
Interest income	(195)	(374)

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, (iii) exceptional items and (iv) allowance for doubtful debts for the current quarter ended 30 September 2014.

25. Realised and unrealised profit/(losses)

	As at 30.09.14 RM'000	As at 31.03.14 RM'000
Total accumulated losses of the Company and its subsidiaries:		
- Realised	(163,571)	(162,137)
- Unrealised	-	-
	(163,571)	(162,137)
Less : Consolidation adjustments	108,725	108,970
Total group accumulated losses as per consolidated accounts	(54,846)	(53,167)

By Order of the Board
Dataprep Holdings Bhd

Lee Yoong Shyuan
Geng Mun Mooi
Company Secretaries
26 November 2014