

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

**SUMMARY OF KEY FINANCIAL INFORMATION
FOR THE FIRST QUARTER AND THREE MONTHS ENDED 30 JUNE 2011**

		INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
		CURRENT YEAR QUARTER	PRECEDING YEAR CORRESPONDING QUARTER	CURRENT YEAR TO DATE	PRECEDING YEAR CORRESPONDING PERIOD
		[30/06/2011] RM'000	[30/06/2010] RM'000	[30/06/2011] RM'000	[30/06/2010] RM'000
1	Revenue	19,806	13,539	19,806	13,539
2	Profit/(loss) before tax	4	(7)	4	(7)
3	Profit/(loss) for the period	4	(54)	4	(54)
4	Loss attributable to ordinary equity holders of the Parent	(112)	(92)	(112)	(92)
5	Basic loss per share (sen)	(0.03)	(0.02)	(0.03)	(0.02)
6	Proposed/Declared Dividend per share (sen)	-	-	-	-
		AS AT END OF CURRENT QUARTER		AS AT PRECEDING FINANCIAL YEAR END	
7	Net assets per share owners of the parent (RM)	0.14		0.14	

ADDITIONAL INFORMATION

		INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
		CURRENT YEAR QUARTER	PRECEDING YEAR CORRESPONDING QUARTER	CURRENT YEAR TO DATE	PRECEDING YEAR CORRESPONDING PERIOD
		[30/06/2011] RM'000	[30/06/2010] RM'000	[30/06/2011] RM'000	[30/06/2010] RM'000
1	Gross interest income	203	174	203	174
2	Gross interest expense	26	21	26	21

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

CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
FOR THE FIRST QUARTER AND THREE MONTHS ENDED 30 JUNE 2011

	<i>Unaudited</i>		<i>Audited</i>	
	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER	PRECEDING YEAR CORRESPONDING QUARTER	CURRENT YEAR TO DATE	PRECEDING YEAR CORRESPONDING PERIOD
	[30/06/2011] RM'000	[30/06/2010] RM'000	[30/06/2011] RM'000	[30/06/2010] RM'000
Revenue	19,806	13,539	19,806	13,539
Operating Expenses	(20,091)	(13,712)	(20,091)	(13,712)
Other Operating Income	315	187	315	187
(Loss)/profit from operations	30	14	30	14
Finance costs	(26)	(21)	(26)	(21)
(Loss)/profit before tax	4	(7)	4	(7)
Taxation	-	(47)	-	(47)
(Loss)/profit after tax	4	(54)	4	(54)
Other Comprehensive (Loss)/Income: Foreign currency translation differences	(3)	1	(3)	1
Other comprehensive income for the period, net of tax	(3)	1	(3)	1
Total Comprehensive (Loss)/Profit for the period	1	(53)	1	(53)
Attributed to :				
Owners of the parent	(112)	(92)	(112)	(92)
Minority interest	116	38	116	38
	4	(54)	4	(54)
Total comprehensive (loss)/profit attributable to:				
Owners of the parent	(115)	(91)	(115)	(91)
Minority interest	116	38	116	38
	1	(53)	1	(53)
(Loss)/earnings per share :				
- basic (sen)	(0.03)	(0.02)	(0.03)	(0.02)
- 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)	0.14	0.14

The condensed consolidated income statements should be read in conjunction with the audited financial statements for the year ended 31 March 2011 and the accompanying explanatory notes attached to the interim financial statements.

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

**CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
AS AT 30 JUNE 2011**

	As at 30.06.2011 Unaudited RM'000	As at 31.03.2011 Audited RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	3,595	3,932
Goodwill on consolidation	104	104
Intangible assets	305	340
Other Investments	91	91
Deferred tax assets	2,810	2,810
	<u>6,905</u>	<u>7,277</u>
Current Assets		
Inventories	1,881	1,159
Trade receivables	30,949	45,345
Other receivables	4,932	3,707
Tax recoverable	106	106
Deposits, cash and bank balances	33,638	30,642
	<u>71,506</u>	<u>80,959</u>
Total assets	<u>78,411</u>	<u>88,236</u>
Equity attributable to owners of the Parent		
Share capital	95,772	95,772
Share premium	5,488	5,488
Merger deficit	(13,509)	(13,509)
Foreign exchange reserve	8	11
Capital reserve	-	-
Accumulated losses	(36,641)	(36,529)
	<u>51,118</u>	<u>51,233</u>
Minority interest	<u>1,912</u>	<u>1,796</u>
Total equity	<u>53,030</u>	<u>53,029</u>
Non-current liabilities		
Long term borrowings	124	134
	<u>124</u>	<u>134</u>
Current Liabilities		
Trade payables	17,928	29,462
Other payables	4,678	3,958
Short term borrowings	2,648	1,641
Provision for taxation	3	12
Total current liabilities	<u>25,257</u>	<u>35,073</u>
Total liabilities	<u>25,381</u>	<u>35,207</u>
Total equity and liabilities	<u>78,411</u>	<u>88,236</u>
Net assets per share (RM)	<u>0.14</u>	<u>0.14</u>

The condensed consolidated statement of financial position should be read in conjunction with the audited financial statements for the year ended 31 March 2011 and the accompanying explanatory notes attached to the interim financial statements.

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE FIRST QUARTER AND THREE MONTHS ENDED 30 JUNE 2011

<-----Attributable to the equity holders of the Company----->
<-----Non-distributable----->

	Share Capital RM'000	Share premium RM'000	Merger deficit RM'000	Foreign exchange reserve RM'000	Capital reserve RM'000	Accumulated losses RM'000	Total RM'000	Minority interest RM'000	Total Equity RM'000
At 1 April 2011	95,772	5,488	(13,509)	11	-	(36,529)	51,233	1,796	53,029
Total comprehensive loss for the period	-	-	-	(3)	-	(112)	(115)	116	1
At 30 June 2011	95,772	5,488	(13,509)	8	-	(36,641)	51,118	1,912	53,030
At 1 April 2010	95,772	5,488	(13,509)	14	51	(34,307)	53,509	1,341	54,850
Total comprehensive loss for the period	-	-	-	1	-	(92)	(91)	38	(53)
At 30 June 2010	95,772	5,488	(13,509)	15	51	(34,399)	53,418	1,379	54,797

The condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the year ended 31 March 2011 and the accompanying explanatory notes attached to the interim financial statements.

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

**CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS
FOR THE FIRST QUARTER AND THREE MONTHS ENDED 30 JUNE 2011**

	Three Months Ended	
	30.06.2011	30.06.2010
	RM'000	RM'000
Cash Flow from Operating Activities		
Profit / loss before tax	4	(7)
Adjustment for :-		
Non-cash items	398	453
Non-operating items	(177)	(176)
Operating profit before working capital changes	225	270
Changes in working capital	1,599	453
Cash generated from operations	1,824	723
Tax paid	(9)	(12)
Interest received	203	133
Interest paid	(26)	(19)
Net cash from operating activities	1,992	825
Cash flow from Investing Activities		
Acquisition of plant and equipment and intangible assets	(15)	(249)
Proceeds from disposal of plant and equipment	22	8
Net cash from / (used in) investing activities	7	(241)
Cash flow from Financing Activities		
Drawdown of borrowings	1,007	-
Payment of hire purchase liabilities	(9)	(9)
Proceeds from the issuance of ordinary shares	-	-
Net cash from / (used in) financing activities	998	(9)
Net increase in cash and cash equivalents	2,997	575
Cash and cash equivalents at beginning of the year	30,642	32,381
Cash and cash equivalents at end of the period	33,639	32,956
Cash and cash equivalents at end of the financial period comprise the following:		
	As at 30.06.2011	As at 30.06.2010
	RM'000	RM'000
Deposits with licensed commercial banks	27,165	30,495
Cash and bank balances	6,474	2,461
Cash and cash equivalents	33,639	32,956

The condensed consolidated cash flow statement should be read in conjunction with the audited financial statements for the year ended 31 March 2011 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 Financial Reporting Standard (“FRS”) 134: Interim Financial Reporting and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad (“BMSB”).

The interim financial statements should be read in conjunction with the Group’s audited financial statements for the financial year ended 31 March 2011. The significant accounting policies adopted are consistent with those of the audited financial statements for the financial year ended 31 March 2011 except for the adoption of the following new and revised Financial Reporting Standards (“FRS”), Amendments to FRSs and IC Interpretations :

FRS 1	First-time Adoption of Financial Reporting Standards
FRS 3	Business Combinations
FRS 127	Consolidated and Separate Financial Statements
IC Interpretation 12	Service Concession Arrangements
IC Interpretation 16	Hedges of a Net Investment in a Foreign Operation
IC Interpretation 17	Distributions of Non-cash Assets to Owners
Amendments to IC Interpretation 9	Reassessment of Embedded derivatives
Amendments to IC Interpretation 15	Agreements for the Construction of Real Estate
IC Interpretation 4	Determining Whether an Arrangement Contains a Lease
IC Interpretation 18	Transfers of Assets from Customers
Amendments to FRS 1	Limited Exemption from Comparative FRS 7 Disclosure for First-time Adopters
Amendments to FRS 1	Additional Exemptions for First-time Adopters
Amendments to FRS 2	Group Cash-settled Share-based Payment Transactions
Amendments to FRS 7	Improving Disclosures about Financial Instruments
Improvements to FRS issued in 2010	

Except for the changes in accounting policies arising from the adoption of the revised FRS 3 and the amendments to FRS 127, as well as the new disclosures required under the Amendments to FRS 7, the directors expect that the adoption of the other standards and interpretations above will have no material impact on the financial statements in the period of initial application. The nature of the impending changes in accounting policy on adoption of the revised FRS 3 and the amendments to FRS 127 are described below.

Revised FRS 3 Business Combination and Amendments to FRS 127 Consolidated and Separate Financial Statements

The revised standards are effective for annual periods beginning on or after 1 July 2010. The revised FRS 3 introduces a number of changes in the accounting for business combinations occurring after 1 July 2010. These changes will impact the amount of goodwill recognised, the reported results in the period that an acquisition occurs, and future reported results. The Amendments to FRS 127 require that a change in the ownership interest of a subsidiary (without loss of control) is accounted for as an equity transaction. Therefore, such transactions will no longer give rise to goodwill, nor will they give rise to a gain or loss. Furthermore, the amended standard changes the accounting for losses incurred by the subsidiary as well as the loss of control of a subsidiary. Other consequential amendments have been made to FRS 107 Statement of Cash Flows, FRS 112 Income Taxes, FRS 121 The Effects of Changes in Foreign Exchange Rates, FRS 128 Investment in Associates and FRS 131 Interest in Joint Venture. The changes from revised FRS 3 and Amendments to FRS 127 will affect future acquisition or loss of control and transactions with non-controlling interest.

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

- (a) **Effective for financial periods beginning on or after 1 July 2011**
IC Interpretation 19: Extinguishing Financial Liabilities with Equity Instruments
Amendments to IC Interpretation 14: Prepayment of a Minimum Funding Requirements
- (b) **Effective for financial periods beginning on or after 1 January 2012**
FRS 124: Related Party Disclosure
IC Interpretation 15: Agreements for the Construction of Real Estate

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 2011 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 was no change in estimates of amounts reported in prior financial years.

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

For the current quarter, there were no cancellation, repurchase, resale and repayment of debt and equity securities.

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 reflected below -

	Technology & Solution Integration	Managed Services	Payment Solutions & Services	Consolidation Adjustments	Group
	RM'000	RM'000	RM'000	RM'000	RM'000
Sales	19,167	5,989	610	(5,960)	19,806
Segment Results	821	(840)	(63)	(42)	(124)
Interest Income					203
Unallocated Expenses					(49)
Profit from Operations					30
Finance Cost					(26)
Profit before taxation					4
Taxation					-
Profit after taxation					4

9. Valuation of property, plant and equipment

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

10. Significant events

There was no material events occurred for the current quarter under review.

11. Effects of changes in the composition of the Group

There were no material changes in the composition of the Group since the previous financial year ended 31 March 2011.

12. Changes in contingent liabilities (unsecured)

Unsecured Contingent Liabilities :-	Group		
	30.06.11 RM'000	31.03.11 RM'000	Increase/ (decrease) RM'000
Corporate guarantee given to financial institutions for: - Performance guarantees given to third parties	5,812	5,789	23
Total	5,812	5,789	23

13. Review of performance

The Group recorded a growth in revenue amounting to RM19.81 million for the quarter under review as compared to RM13.54 million in the corresponding quarter last year. However, the group has recorded a marginal profit before tax of RM4 thousand as compared to a loss of RM7 thousand mainly due to lower gross margin.

14. Comparison with immediate preceding quarter

The revenue of RM19.81 million was lower as compared to the immediate preceding quarter of RM37.27 million. However, the Group recorded a profit before tax of RM4 thousand as compared to a loss before tax of RM2.13 million which was mainly due to an exceptional write off of project development cost, higher operating expenses and lower profit margin.

15. Prospects

The Group continues to operate in a competitive environment notwithstanding an overall improvement in the ICT industry and market. Barring unforeseen circumstances, the Board is cautiously optimistic that the Group's results will improve for the remaining period of the financial year.

16. Variance for profit forecast / Shortfall in profit guarantee

Not applicable.

17. Taxation

There is no provision for taxation during the quarter under review due utilization of tax losses and capital allowances that were brought forward.

18. Sale of unquoted investments or properties

There were no sales of unquoted investments or properties for the current quarter under review.

19. Purchase and disposal of quoted securities

There was no purchase and disposal of quoted securities for the current quarter under review.

20. Status of corporate exercise

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

21. Group borrowings

The Group's borrowings as at 30 June 2011 are as follows:

		As at 30.06.11 RM'000	As at 31.03.11 RM'000
Short Term Borrowings:			
Unsecured			
- Hire purchase and finance lease liabilities		39	39
Secured			
- Banker Acceptance		2,609	1,602
Total Short Term Borrowings	A	2,648	1,641
Long Term Borrowings:			
Unsecured			
- Hire purchase		124	134
Total Long Term Borrowings	B	124	134
Total Borrowings	(A + B)	2,772	1,775

All borrowings are denominated in Ringgit Malaysia.

22. Off balance sheet financial instruments

There was no financial instrument with off balance sheet risk as at 30 June 2011.

23. Material litigation

There were no pending material litigation matters as at 30 June 2011.

24. Dividend proposed or declared

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

25. Loss per share

(a) Basic

	Current Year Quarter ended 30.06.11	Current Year- to-date ended 30.06.11
Loss attributable to owners of the parent (RM'000)	(112)	(112)
Weighted average number of shares in issue ('000)	383,087	383,087
Basic loss per share (sen)	(0.03)	(0.03)

(b) Diluted

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

26. Capital commitment

The Group has no material capital commitment as at 30 June 2011.

27. Deferred tax assets

	30.06.11 RM '000	31.03.11 RM '000
At 1 April	2,810	2,810
Recognised in statements of comprehensive income	-	-
At end of the period	2,810	2,810
Presented after appropriate offsetting as follows:		
- Deferred tax assets	3,244	3,244
- Deferred tax liabilities	(434)	(434)
	2,810	2,810

28. Realised and unrealised profits/(losses)

	30.06.11 RM '000	31.03.11 RM '000
Total accumulated losses of the Company and its subsidiaries:		
- Realised	(126,766)	(126,930)
- Unrealised	1,638	1,798
	(125,128)	(125,132)
Less : Consolidation adjustments	88,487	88,603
Total group accumulated losses as per consolidated accounts	(36,641)	(36,529)

By Order of the Board
Dataprep Holdings Bhd

Pauline Ng Peck Kun
Philip Voo Lip Sang
Company Secretaries
 26 August 2011