

**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 2009. The significant accounting policies adopted are consistent with those of the audited financial statements for the financial year ended 31 March 2009.

The following new FRS and Interpretations were issued in previous financial year but not yet effective and have not been applied by the Group and the Company:

	Effective for the financial periods beginning on or after
- FRS 4: Insurance Contracts	1 January 2010
- FRS 7: Financial Instruments: Disclosures	1 January 2010
- FRS 8: Operating Segments	1 July 2009
- FRS 139: Financial Instruments – Recognition and Measurement	1 January 2010
- IC Interpretation 9: Reassessment of Embedded Derivatives	1 January 2010
- IC Interpretation 10: Interim Financial Reporting and Impairment	1 January 2010

The above new FRS and Interpretations are expected to have no significant impact on the financial statements of the Group upon their initial application except for the changes in disclosures arising from the adoption of FRS 7 and FRS 8.

**2. Audit qualification of the preceding annual financial statement**

The Auditors’ Report on the financial statements for the financial year ended 31 March 2009 was not qualified.

**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 except for the issuance of 13,531 new ordinary shares of RM0.25 each arising from the conversion of the Warrants.

**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 reports are as follows: -

<b>30 June 2009</b>	<b>Information and Communications Technology Solutions and Services <u>RM'000</u></b>	<b>Business Process Outsourcing <u>RM'000</u></b>	<b>Management Services <u>RM'000</u></b>	<b>Elimination <u>RM'000</u></b>	<b>Group <u>RM'000</u></b>
<b>SALES</b>					
- External sales	9,798	584	-	-	<b>10,382</b>
- Intersegment sales	72	-	1,351	(1,423)	-
<b>Total sales</b>	<b>9,870</b>	<b>584</b>	<b>1,351</b>	<b>(1,423)</b>	<b>10,382</b>
<b>RESULTS</b>					
Segment results	(844)	137	(1,506)	-	<b>(2,213)</b>
Interest income					<b>144</b>
Unallocated expenses					<b>(7)</b>
<b>Loss from operations</b>					<b>(2,076)</b>
Interest expenses					<b>(15)</b>
<b>Loss before tax</b>					<b>(2,091)</b>
Taxation					<b>(1)</b>
<b>Loss after tax</b>					<b>(2,092)</b>

<b>30 June 2008</b>	<b>Information and Communications Technology Solutions and Services <u>RM'000</u></b>	<b>Business Process Outsourcing <u>RM'000</u></b>	<b>Management Services <u>RM'000</u></b>	<b>Elimination <u>RM'000</u></b>	<b>Group <u>RM'000</u></b>
<b>SALES</b>					
- External sales	14,802	597	-	-	<b>15,399</b>
- Intersegment sales *	64	-	1,477	(1,541)	-
<b>Total sales</b>	<b>14,866</b>	<b>597</b>	<b>1,477</b>	<b>(1,541)</b>	<b>15,399</b>
<b>RESULTS</b>					
Segment results	27	(68)	(92)	(17)	<b>(150)</b>
Interest income					<b>277</b>
Unallocated expenses					<b>(6)</b>
<b>Profit from operations</b>					<b>121</b>
Interest expenses					<b>(118)</b>
<b>Profit before tax</b>					<b>3</b>
Taxation					<b>(26)</b>
<b>Loss after tax</b>					<b>(23)</b>

\* Comparative amounts had been reclassified to conform with current financial period's presentation.

**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 since the previous financial year ended 31 March 2009 that have not been reflected in the financial statements for the current quarter.

**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 2009.

**12. Changes in contingent liabilities (unsecured)**

Unsecured Contingent Liabilities :-	Group		
	30.06.09 RM'000	31.03.09 RM'000	Increase/ (decrease) RM'000
Corporate guarantee given to financial institutions for:			
- Performance guarantees given to third parties	5,564	3,742	1,822
- Credit facilities of a subsidiary	271	-	271
<b>Total</b>	<b>5,835</b>	<b>3,742</b>	<b>2,093</b>

**13. Review of performance**

For the first quarter ended 30 June 2009, the Group recorded a revenue of RM10,382,000 and a pre-tax loss of RM2,091,000 as compared to a revenue of RM15,399,000 and a pre-tax profit of RM3,000 in the corresponding quarter of the previous financial year. The decrease in revenue and the pre-tax loss for the current quarter were attributed to the low sales secured due to the continuing cut-backs in IT spending from the public and private sectors arising from the slow down in domestic economy.

**14. Comparison with immediate preceding quarter**

For the current quarter under review, turnover was slightly lower as compared to the immediate preceding quarter whereas a pre-tax loss of RM2,091,000 was recorded as compared to a pre-tax loss RM5,029,000 in the immediate preceding quarter. The higher pre-tax loss in the preceding quarter was mainly due to impairment loss on goodwill and allowance for doubtful debts totaling RM4,330,000.

**15. Prospects**

The latest economic indicators show that the global recession may be bottoming out with signs of early recovery. Despite the welcome news, ICT spending by corporations is expected to remain sluggish until clearer signs of sustained economic growth emerge. Nevertheless, the Group seeks to position itself favourably by focusing on increased coverage for its major accounts and offering a better portfolio of ICT solutions.

The Board is of the opinion that the Group will see better performance for the remaining period of its financial year.

**16. Variance for profit forecast / Shortfall in profit guarantee**

Not applicable.

**17. Taxation**

	<b>Current Year Quarter ended 30.06.09 RM'000</b>	<b>Current Year-to- date ended 30.06.09 RM'000</b>
Income tax for current period	-	-
Deferred tax		
- Relating to origination and reversal of temporary differences	1	1
<b>Tax expense</b>	<b>1</b>	<b>1</b>

**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 2009 are as follows:

		As at 30.06.09 RM'000	As at 31.03.09 RM'000
<b>Short Term Borrowings:</b>			
<b>Unsecured</b>			
- Hire purchase and finance lease liabilities		72	156
<b>Total Short Term Borrowings</b>	<b>(A)</b>	<b>72</b>	<b>156</b>
<b>Long Term Borrowings:</b>			
<b>Unsecured</b>			
- Hire purchase		201	211
<b>Total Long Term Borrowings</b>	<b>(B)</b>	<b>201</b>	<b>211</b>
<b>Total Borrowings</b>	<b>(A+B)</b>	<b>273</b>	<b>367</b>

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 2009.

**23. Material litigation**

There were no pending material litigation matters as at 30 June 2009.

**24. Dividend proposed or declared**

The directors do not recommend any dividend for the financial period under review (preceding financial year: nil).

**25. Loss per share****(a) Basic**

	Current Year Quarter ended 30.06.09	Current Year- to-date ended 30.06.09
Loss attributable to ordinary equity holders of the company (RM'000)	(1,968)	(1,968)
Weighted average number of shares in issue ('000)	356,150	356,150
<b>Basic loss per share (sen)</b>	<b>(0.55)</b>	<b>(0.55)</b>

**25. Loss per share (Cont.d)****(b) Diluted**

Diluted loss per share of the Group is calculated by dividing the loss for the financial period attributable to equity holders of the Company by the adjusted weighted average number of ordinary shares in issue during the financial period. The adjusted weighted average number of ordinary shares in issue is arrived at assuming full conversion of the Warrants which represents the dilutive potential of the ordinary shares.

The effect on the basic loss per share for the current financial period arising from the assumed conversion of the Warrants is anti-dilutive. Accordingly, the diluted loss per share for the current period is presented as equal to basic loss per share.

**26. Capital commitment**

The Group has no material capital commitment as at 30 June 2009.

**27. Deferred tax assets**

	<b>30.06.09</b> <b>RM'000</b>	<b>31.03.09</b> <b>RM'000</b>
At 1 April	2,815	2,955
Recognised in income statement	(1)	(140)
At end of the period	<b>2,814</b>	<b>2,815</b>
Presented after appropriate offsetting as follows:		
- Deferred tax assets	3,334	3,311
- Deferred tax liabilities	(520)	(496)
	<b>2,814</b>	<b>2,815</b>

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

**Pauline Ng Peck Kun**  
**Tan Hock Chye**  
**Company Secretaries**  
*24 August 2009*

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

**SUMMARY OF KEY FINANCIAL INFORMATION  
FOR THE FIRST QUARTER AND THREE MONTHS ENDED 30 JUNE 2009**

		<b>INDIVIDUAL QUARTER</b>		<b>CUMULATIVE QUARTER</b>	
		CURRENT YEAR QUARTER	PRECEDING YEAR CORRESPONDING QUARTER	CURRENT YEAR TO DATE	PRECEDING YEAR CORRESPONDING PERIOD
		[30/06/2009] RM'000	[30/06/2008] RM'000	[30/06/2009] RM'000	[30/06/2008] RM'000
1	Revenue	10,382	15,399	10,382	15,399
2	(Loss) / profit before tax	(2,091)	3	(2,091)	3
3	(Loss) / profit for the period	(2,092)	(23)	(2,092)	(23)
4	(Loss) / profit attributable to ordinary equity holders of the Company	(1,968)	229	(1,968)	229
5	Basic (loss) / earnings per share (sen)	(0.55)	0.06	(0.55)	0.06
6	Proposed/Declared Dividend per share (sen)	-	-	-	-
		AS AT END OF CURRENT QUARTER		AS AT PRECEDING FINANCIAL YEAR END	
7	Net assets per share holders of the Company (RM)		0.15		0.15

**ADDITIONAL INFORMATION**

		<b>INDIVIDUAL QUARTER</b>		<b>CUMULATIVE QUARTER</b>	
		CURRENT YEAR QUARTER	PRECEDING YEAR CORRESPONDING QUARTER	CURRENT YEAR TO DATE	PRECEDING YEAR CORRESPONDING PERIOD
		[30/06/2009] RM'000	[30/06/2008] RM'000	[30/06/2009] RM'000	[30/06/2008] RM'000
1	Gross interest income	144	277	144	277
2	Gross interest expense	15	118	15	118

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

**CONDENSED CONSOLIDATED INCOME STATEMENTS  
FOR THE FIRST QUARTER AND THREE MONTHS ENDED 30 JUNE 2009**

	<b>INDIVIDUAL QUARTER</b>		<b>CUMULATIVE QUARTER</b>	
	<b>CURRENT YEAR QUARTER</b>	<b>PRECEDING YEAR CORRESPONDING QUARTER</b>	<b>CURRENT YEAR TO DATE</b>	<b>PRECEDING YEAR CORRESPONDING PERIOD</b>
	<b>[30/06/2009] RM'000</b>	<b>[30/06/2008] RM'000</b>	<b>[30/06/2009] RM'000</b>	<b>[30/06/2008] RM'000</b>
Revenue	10,382	15,399	10,382	15,399
Operating Expenses	(12,644)	(15,699)	(12,644)	(15,699)
Other Operating Income	186	421	186	421
(Loss) / profit from operations	(2,076)	121	(2,076)	121
Finance costs	(15)	(118)	(15)	(118)
(Loss) / profit before tax	(2,091)	3	(2,091)	3
Taxation	(1)	(26)	(1)	(26)
(Loss) / profit after tax	(2,092)	(23)	(2,092)	(23)
Attributed to :				
Equity holders of the Company	(1,968)	229	(1,968)	229
Minority Interest	(124)	(252)	(124)	(252)
	(2,092)	(23)	(2,092)	(23)
(Loss) / earnings per share :				
- basic (sen)	(0.55)	0.06	(0.55)	0.06
- diluted (sen)	(0.55)	N/A	(0.55)	N/A
Dividend per share (sen)	-	-	-	-

	<b>AS AT END OF CURRENT QUARTER</b>	<b>AS AT PRECEDING FINANCIAL YEAR END</b>
Net assets per share (RM)	0.15	0.15

The condensed consolidated income statements should be read in conjunction with the audited financial statements for the year ended 31 March 2009 and the accompanying explanatory notes attached to the interim financial statements.

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

**CONDENSED CONSOLIDATED BALANCE SHEET  
AS AT 30 JUNE 2009**

	<b>As at 30.06.2009 Unaudited RM'000</b>	<b>As at 31.03.2009 Audited RM'000</b>
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	5,074	5,512
Good will on consolidation	104	104
Intangible assets	470	492
Other investments	91	151
Deferred tax assets	2,814	2,815
	<u>8,553</u>	<u>9,074</u>
<b>Current Assets</b>		
Property, plant and equipment	22	-
Inventories	1,323	1,122
Trade receivables	17,383	17,138
Other receivables	3,709	4,129
Tax recoverable	48	274
Deposits, cash and bank balances	31,632	32,175
	<u>54,117</u>	<u>54,838</u>
<b>Total assets</b>	<u>62,670</u>	<u>63,912</u>
<b>Equity attributable to equity holders of the Company</b>		
Share capital	89,041	89,037
Share premium	5,488	5,488
Merger deficit	(13,509)	(13,509)
Foreign exchange reserve	12	11
Capital reserve	51	51
Accumulated losses	(30,589)	(28,621)
	<u>50,494</u>	<u>52,457</u>
<b>Minority interests</b>	<u>1,237</u>	<u>1,361</u>
<b>Total equity</b>	<u>51,731</u>	<u>53,818</u>
<b>Non-current liabilities</b>		
Long term borrowings	201	211
	<u>201</u>	<u>211</u>
<b>Current Liabilities</b>		
Trade payables	6,114	4,603
Other payables	4,552	5,124
Short term borrowings	72	156
<b>Total current liabilities</b>	<u>10,738</u>	<u>9,883</u>
<b>Total liabilities</b>	<u>10,939</u>	<u>10,094</u>
<b>Total equity and liabilities</b>	<u>62,670</u>	<u>63,912</u>
 Net assets per share (RM)	 <u>0.15</u>	 <u>0.15</u>

The condensed consolidated balance sheet should be read in conjunction with the audited financial statements for the year ended 31 March 2009 and the accompanying explanatory notes attached to the interim financial statements.

**CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY  
FOR THE FIRST QUARTER AND THREE MONTHS ENDED 30 JUNE 2009**

	<-----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 loss RM'000	Total RM'000	Minority Interest RM'000	Total Equity RM'000
<b>At 1 April 2009</b>	<b>89,037</b>	<b>5,488</b>	<b>(13,509)</b>	<b>11</b>	<b>51</b>	<b>(28,621)</b>	<b>52,457</b>	<b>1,361</b>	<b>53,818</b>
Foreign exchange translation differences	-	-	-	1	-	-	1	-	1
Issues of new ordinary shares arising from warrants conversion	4	-	-	-	-	-	4	-	4
Loss for the period	-	-	-	-	-	(1,968)	(1,968)	(124)	(2,092)
<b>At 30 June 2009</b>	<b>89,041</b>	<b>5,488</b>	<b>(13,509)</b>	<b>12</b>	<b>51</b>	<b>(30,589)</b>	<b>50,494</b>	<b>1,237</b>	<b>51,731</b>
<b>At 1 April 2008</b>	<b>89,037</b>	<b>5,488</b>	<b>(13,509)</b>	<b>4</b>	<b>51</b>	<b>(23,010)</b>	<b>58,061</b>	<b>1,563</b>	<b>59,624</b>
Foreign exchange translation differences	-	-	-	(4)	-	-	(4)	-	(4)
<b>At 30 June 2008</b>	<b>89,037</b>	<b>5,488</b>	<b>(13,509)</b>	<b>-</b>	<b>51</b>	<b>(23,010)</b>	<b>58,057</b>	<b>1,563</b>	<b>59,620</b>

The condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the year ended 31 March 2009 and the accompanying explanatory notes attached to the interim financial statements.

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

**CONDENSED CONSOLIDATED CASH FLOW STATEMENTS  
FOR THE FIRST QUARTER AND THREE MONTHS ENDED 30 JUNE 2009**

	<b>Three Months Ended</b>	
	<b>30.06.2009</b>	<b>30.06.2008</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>Cash Flow from Operating Activities</b>		
<b>(Loss) / profit before tax</b>	<b>(2,091)</b>	<b>3</b>
<b>Adjustment for :-</b>		
Non-cash items	560	424
Non-operating items	(129)	(159)
<b>Operating (loss) / profit before working capital changes</b>	<b>(1,660)</b>	<b>268</b>
<b>Changes in working capital</b>	<b>1,014</b>	<b>3,093</b>
<b>Cash (used in) / generated from operations</b>	<b>(646)</b>	<b>3,361</b>
Tax refund / (paid)	226	(33)
Interest received	105	220
Interest paid	(95)	(552)
<b>Net cash (used in) / generated from operating activities</b>	<b>(410)</b>	<b>2,996</b>
<b>Cash flow from Investing Activities</b>		
Acquisition of plant and equipment and intangible assets	(124)	(404)
Proceeds from disposal of plant and equipment	36	-
Proceeds from disposal of other investments	45	-
<b>Net cash used in investing activities</b>	<b>(43)</b>	<b>(404)</b>
<b>Cash flow from Financing Activities</b>		
Drawdown of borrowings	-	553
Repayment of borrowings	-	(2,833)
Payment of hire purchase liabilities	(94)	(400)
Proceeds from the issuance of ordinary shares	4	-
<b>Net cash used in financing activities</b>	<b>(90)</b>	<b>(2,680)</b>
<b>Net decrease in cash and cash equivalents</b>	<b>(543)</b>	<b>(88)</b>
<b>Effect of exchange rate fluctuation</b>	<b>-</b>	<b>4</b>
<b>Cash and cash equivalents at beginning of the year</b>	<b>32,175</b>	<b>35,257</b>
<b>Cash and cash equivalents at end of the period</b>	<b>31,632</b>	<b>35,173</b>

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

	<b>As at 30.06.2009</b>	<b>As at 30.06.2008</b>
	<b>RM'000</b>	<b>RM'000</b>
Deposits with licensed commercial banks	29,037	8,177
Deposits with licensed investment bank	-	23,466
Cash and bank balances	2,595	3,530
<b>Cash and cash equivalents</b>	<b>31,632</b>	<b>35,173</b>

The condensed consolidated cash flow statement should be read in conjunction with the audited financial statements for the year ended 31 March 2009 and the accompanying explanatory notes attached to the interim financial statements.