

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

**SUMMARY OF KEY FINANCIAL INFORMATION
FOR THE FOURTH QUARTER AND TWELVE MONTHS ENDED 31 MARCH 2015**

		INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
		CURRENT YEAR QUARTER	PRECEDING YEAR CORRESPONDING QUARTER	CURRENT YEAR QUARTER	PRECEDING YEAR CORRESPONDING QUARTER
		[31/03/2015] RM'000	[31/03/2014] RM'000	[31/03/2015] RM'000	[31/03/2014] RM'000
1	Revenue	21,558	21,715	78,234	54,875
2	Profit/(Loss) before tax	(1,972)	(387)	(3,292)	(4,491)
3	Profit/(Loss) for the period	(1,992)	(497)	(3,370)	(4,637)
4	Profit/(Loss) attributable to owners of the Company	(2,188)	(825)	(4,240)	(5,093)
5	Basic earnings/(loss) per share (sen)	(0.57)	(0.22)	(1.11)	(1.33)
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)		0.08		0.09

ADDITIONAL INFORMATION

		INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
		CURRENT YEAR QUARTER	PRECEDING YEAR CORRESPONDING QUARTER	CURRENT YEAR QUARTER	PRECEDING YEAR CORRESPONDING QUARTER
		[31/03/2015] RM'000	[31/03/2014] RM'000	[31/03/2015] RM'000	[31/03/2014] RM'000
1	Gross interest income	169	313	743	835
2	Gross interest expense	109	47	366	194

**CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
FOR THE FOURTH QUARTER AND TWELVE MONTHS ENDED 31 MARCH 2015**

(The figures have been audited)

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER	PRECEDING YEAR CORRESPONDING QUARTER	CURRENT YEAR QUARTER	PRECEDING YEAR CORRESPONDING QUARTER
	[31/03/2015] RM'000	[31/03/2014] RM'000	[31/03/2015] RM'000	[31/03/2014] RM'000
Revenue	21,558	21,715	78,234	54,875
Operating expenses	(23,692)	(22,261)	(82,234)	(60,143)
Other operating income	266	226	1,168	1,037
Operating profit/(loss)	(1,868)	(320)	(2,832)	(4,231)
Finance costs	(104)	(67)	(460)	(260)
Profit/(Loss) before tax	(1,972)	(387)	(3,292)	(4,491)
Taxation	(20)	(110)	(78)	(146)
Profit/(Loss) for the period	(1,992)	(497)	(3,370)	(4,637)
Other comprehensive income/(loss):				
Foreign currency translation differences	21	(5)	66	25
Other comprehensive income/(loss) for the period, net of tax	21	(5)	66	25
Total comprehensive income/(loss) for the period	(1,971)	(502)	(3,304)	(4,612)
Profit/(Loss) for the period attributed to :				
Owners of the Company	(2,188)	(825)	(4,240)	(5,093)
Non-controlling interest	196	328	870	456
	(1,992)	(497)	(3,370)	(4,637)
Total comprehensive income/(loss) attributable to:				
Owners of the Company	(2,167)	(830)	(4,174)	(5,068)
Non-controlling interest	196	328	870	456
	(1,971)	(502)	(3,304)	(4,612)
Earning/(Loss) per share :				
- basic (sen)	(0.57)	(0.22)	(1.11)	(1.33)
- 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)	0.08	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 31 MARCH 2015**

	As at 31.3.2015 (Audited) RM'000	As at 31.3.2014 (Audited) RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	1,148	1,554
Intangible assets	226	262
Other Investments	91	91
Long term receivables	-	618
	<u>1,465</u>	<u>2,525</u>
Current Assets		
Inventories	543	517
Trade receivables	27,605	25,256
Other receivables	1,086	2,170
Tax recoverable	2	1
Deposits, cash and bank balances	26,535	22,886
	<u>55,771</u>	<u>50,830</u>
TOTAL ASSETS	<u>57,236</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	102	36
Accumulated losses	(57,407)	(53,167)
	<u>30,446</u>	<u>34,620</u>
Non-controlling interest	1,953	1,083
Total equity	<u>32,399</u>	<u>35,703</u>
Non-current liabilities		
Long term borrowings	204	860
	<u>204</u>	<u>860</u>
Current Liabilities		
Trade payables	12,056	9,943
Other payables	4,078	4,087
Provision for taxation	21	56
Short term borrowings	8,478	2,706
Total current liabilities	<u>24,633</u>	<u>16,792</u>
Total liabilities	<u>24,837</u>	<u>17,652</u>
TOTAL EQUITY AND LIABILITIES	<u>57,236</u>	<u>53,355</u>
Net assets per share (RM)	<u>0.08</u>	<u>0.09</u>

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 FOURTH QUARTER AND TWELVE MONTHS ENDED 31 MARCH 2015

	Attributable to the Owners of the Company						Non-		
	Non-distributable						controlling		Total
	Share Capital RM'000	Share premium RM'000	Merger deficit RM'000	Foreign exchange reserve RM'000	Accumulated losses RM'000	Total RM'000	Interest RM'000	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	-	-	-	-	(4,240)	(4,240)	870	(3,370)	
Other comprehensive income:									
Foreign currency translation gain for foreign operations	-	-	-	66	-	66	-	66	
Total comprehensive loss for the period	-	-	-	66	(4,240)	(4,174)	870	(3,304)	
At 31 March 2015	95,772	5,488	(13,509)	102	(57,407)	30,446	1,953	32,399	
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 FOURTH QUARTER AND TWELVE MONTHS ENDED 31 MARCH 2015

	Twelve Months Ended	
	31.3.2015 RM'000	31.03.2014 RM'000
Cash Flow from Operating Activities		
Profit / (Loss) before tax	(3,292)	(4,491)
Adjustment for :-		
Non-cash items	1,534	1,156
Non-operating items	(377)	(641)
Operating loss before working capital changes	<u>(2,135)</u>	<u>(3,976)</u>
Decrease in inventories	1	52
Increase in receivables	(1,521)	(1,720)
Increase in payables	2,124	978
Cash used in operations	<u>(1,531)</u>	<u>(4,666)</u>
Tax paid	(114)	(76)
Tax refunded	-	15
Interest received	743	835
Interest paid	(366)	(194)
Net cash used in operating activities	<u>(1,268)</u>	<u>(4,086)</u>
Cash flow from Investing Activities		
Purchase of property, plant and equipment	(200)	(378)
Purchase of intangible assets	(74)	(256)
Proceeds from disposal of plant and equipment	9	12
Net cash used in investing activities	<u>(265)</u>	<u>(622)</u>
Cash flow from Financing Activities		
Drawdown of borrowings	5,905	1,755
Repayment of borrowings	(721)	(837)
Repayment of hire purchase liabilities	(68)	(47)
Net cash from financing activities	<u>5,116</u>	<u>871</u>
Net increase/ (decrease) in cash and cash equivalents	3,583	(3,837)
Effect of exchange rate fluctuations	66	25
Cash and cash equivalents at beginning of the year	22,886	26,698
Cash and cash equivalents at end of the year	<u>26,535</u>	<u>22,886</u>

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

	As at 31.3.2015 RM'000	As at 31.03.2014 RM'000
Deposits with licensed commercial banks	18,404	18,064
Cash and bank balances	8,131	4,822
Cash and cash equivalents	<u>26,535</u>	<u>22,886</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 101: Disclosure Initiative

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

Amendments to MFRS 127: Equity Method in Separate Financial Statements

Amendments to MFRSs contained in the document entitled “Annual Improvements to MFRSs 2012–2014 Cycle”

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

MFRS 15: Revenue from Contracts with Customers

(d) Effective for financial periods beginning on or after 1 January 2018

MFRS 9: Financial Instruments (IFRS 9 as issued by International Accounting Standards Board ("IASB") in July 2014)

2. Audit qualification of the preceding annual financial statement

The Auditors' Report of the Group's Annual Financial Statements for the financial year ended 31 March 2015 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) <i>IT Related Products and Services</i>	76,446	-	(204)	76,242
(b) <i>Payment Solutions & Services</i>	1,788	204		1,992
SALES BY SEGMENT	78,234	204	(204)	78,234
(a) <i>IT Related Products and Services</i>	(4,076)		6,528	2,452
(b) <i>Payment Solutions & Services</i>	(176)			(176)
SEGMENT RESULTS	(4,252)	-	6,528	2,276
Interest income				743
Unallocated income / expenses				(5,945)
Loss from operations				(2,926)
Interest expenses				(366)
Loss before taxation				(3,292)
Taxation				(78)
Loss after taxation				(3,370)

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

There were no material changes in the composition of the Group during the current quarter under review.

12. Changes in contingent liabilities (unsecured)

Unsecured Contingent Liabilities :-	Group		
	31.03.15 RM'000	31.03.14 RM'000	Increase/ (decrease) RM'000
Corporate guarantee given to financial institutions for: - Performance guarantees given to third parties	4,305	5,323	(1,018)
Total	4,305	5,323	(1,018)

13. Review of performance

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

There is no significant change in the Group's revenue for the current quarter (RM21.56 million) as compared to the preceding year corresponding quarter (RM21.72 million). The loss before taxation has increased by RM1.82 million to RM2.21 million in the current quarter as compared to RM0.39 million in the preceding year corresponding quarter. The increased loss was mainly due to low margin from hardware sales and allowance for doubtful debts.

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

There is no significant change in the revenue for the current quarter (RM21.05 million) as compared to the preceding year corresponding quarter (RM21.14 million). This business segment reported a loss before taxation of RM2.29 million against a loss before taxation of RM0.42 million in the preceding year corresponding quarter due to low margin from hardware sales and allowance for doubtful debts.

Payment Solutions and Services

Revenue decreased from RM574k in the preceding year corresponding quarter to RM505k in the current quarter. Decline in number of net terminals installed due to one of the bank no longer outsource the rental of terminals for tier 1 and 2 customers to us resulted the slight fall in revenue. This business segment reported a lower loss before taxation of RM88k in the current quarter against a loss before taxation of RM111k in the preceding year corresponding quarter due to decrease of operating expenses.

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

	<u>Current Quarter</u> RM'000	<u>Immediate Preceding Quarter</u> RM'000
Revenue	21,558	25,606
(Loss)/Profit before taxation	(1,972)	76

The Group's revenue for the current quarter decreased by 16% to RM21.56 million from RM25.61 million in the immediate preceding quarter. The Group recorded a loss before taxation of RM1.97 million in the current quarter as compared to a profit before taxation of RM76k in the immediate preceding quarter due to low margin from hardware sales and allowance for doubtful debts.

15. Prospects

The Group recorded significant higher revenue of RM78.23 million in the current financial year as compared to RM54.87 million in the preceding financial year, mainly due to more projects secured. Resulting from this, the Group recorded a lower loss before taxation of RM3.29 million as compared to a loss before taxation of RM4.49 million in the preceding financial year.

The Group will continue to streamline its business activities by pursuing higher margin projects, right-sizing of business units, implement cost controls and cost-cutting measures to strengthen its financial position.

In view of the above, the Group aims to achieve satisfactory performance for the financial year 2016 barring unforeseen circumstances

16. Variance for profit forecast / Shortfall in profit guarantee

Not applicable.

17. Taxation

	Current Year Quarter Ended 31.03.15 RM'000	Cumulative Quarter Ended 31.03.15 RM'000
Income tax		
- Current period	20	78
- Underprovision in prior year	-	-
Tax expense	20	78

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 31.03.15 RM'000	As at 31.03.14 RM'000
Short Term Borrowings:			
Secured			
- Banker acceptance		7,660	1,755
- Hire purchase		32	68
- Other borrowing		786	883
Total Short Term Borrowings	A	8,478	2,706
Long Term Borrowings:			
Secured			
- Hire purchase		204	236
- Other borrowing		-	624
Total Long Term Borrowings	B	204	860
Total Borrowings	(A + B)	8,682	3,566

All borrowings are denominated in Ringgit Malaysia.

20. Material litigation

There were no pending material litigation matters as at 31 March 2015.

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 31.03.15	Cumulative Quarter Ended 31.03.15
Loss attributable to owners of the Company (RM'000)	(2,188)	(4,240)
Weighted average number of shares in issue ('000)	383,087	383,087
Loss per share (sen)	(0.57)	(1.11)

(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 31 March 2015.

24. Notes to the Consolidated Statement of Comprehensive Income

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

	Current Year Quarter Ended 31.03.15 RM'000	Cumulative Quarter Ended 31.03.15 RM'000
Interest expense	109	366
Depreciation of plant and equipment	125	596
Amortisation of intangible assets	26	110
Allowance for doubtful debt	889	889
Realised foreign exchange loss	191	184
and after crediting:		
Interest income	(169)	(743)
Allowance for obsolete inventories	15	(27)

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 March 2015.

25. Realised and unrealised profit/(losses)

	As at 31.03.15	As at 31.03.14
	RM'000	RM'000
Total accumulated losses of the Company and its subsidiaries:		
- Realised	(169,076)	(162,137)
- Unrealised	-	-
	(169,076)	(162,137)
Less : Consolidation adjustments	111,669	108,970
Total group accumulated losses as per consolidated accounts	(57,407)	(53,167)

By Order of the Board
Dataprep Holdings Bhd

Lee Yoong Shyuan
Geng Mun Mooi
Company Secretaries
27 May 2015