

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 2008. The significant accounting policies adopted are consistent with those of the audited financial statements for the financial year ended 31 March 2008, except for the adoption of the amendments to FRS and Interpretations, effective for financial period beginning 1 April 2008:

- FRS 107: Cash Flow Statements
- FRS 111: Construction Contracts
- FRS 112: Income Taxes
- FRS 118: Revenue
- FRS 120: Accounting for Government Grants and Disclosures of Government Assistance
- FRS 134: Interim Financial Reporting
- FRS 137: Provisions, Contingent Liabilities and Contingent Assets
- Amendment to FRS 121: The Effects of Changes in Foreign Exchange Rates – Net Investment in a Foreign Operation
- IC Interpretation 1: Changes in Existing Decommissioning, Restoration and Similar Liabilities
- IC Interpretation 2: Members’ Shares in Co-operative Entities and Similar Instruments
- IC Interpretation 5: Rights to Interests arising from Decommissioning, Restoration and Environmental Rehabilitation Funds
- IC Interpretation 6: Liabilities arising from Participating in a Specific Market – Waste Electrical and Electronic Equipment
- IC Interpretation 7: Applying the Restatement Approach under FRS 129²⁰⁰⁴ – Financial Reporting in Hyperinflationary Economies
- IC Interpretation 8: Scope of FRS 2

The above revised FRS, amendment to FRS and Interpretations do not have any significant impact on the financial statements of the Group.

The Group has not adopted of the following new FRS and Interpretations which have been issued but are not yet effective:

	Effective for 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 new FRS and Interpretations above 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.

The Group is exempted from disclosing the possible impact, if any, to the financial statements upon the initial application of FRS 139.

2. Audit qualification of the preceding annual financial statement

The Auditors' Report on the financial statements for the financial year ended 31 March 2008 was not qualified.

3. Seasonality or cyclical nature 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 issuances, 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 reports are as follows: -

31 March 2009	Consulting, Technology & Integration <u>RM'000</u>	Outsourcing & Managed Services <u>RM'000</u>	Business Process Outsourcing <u>RM'000</u>	Management Services <u>RM'000</u>	Elimination <u>RM'000</u>	Group <u>RM'000</u>
SALES						
- External sales	1,927	49,637	2,600	-	-	54,164
- Intersegment sales	-	1,885	1	5,116	(7,002)	-
Total sales	1,927	51,522	2,601	5,116	(7,002)	54,164
RESULTS						
Segment results	(1,365)	(1,313)	(234)	(3,158)	(19)	(6,089)
Interest income						919
Unallocated expenses						(44)
Loss from operations						(5,214)
Interest expenses						(242)
Loss before tax						(5,456)
Taxation						(357)
Loss after tax						(5,813)

31 March 2008	Consulting, Technology & Integration <u>RM'000</u>	Outsourcing & Managed Services <u>RM'000</u>	Business Process Outsourcing <u>RM'000</u>	Management Services <u>RM'000</u>	Elimination <u>RM'000</u>	Group <u>RM'000</u>
SALES						
- External sales	3,685	68,863	1,722	-	-	74,270
- Intersegment sales	-	2,836	2	4,736	(7,574)	-
Total sales	3,685	71,699	1,724	4,736	(7,574)	74,270
RESULTS						
Segment results	(1,312)	(821)	51	(71)	(448)	(2,601)
Interest income						615
Unallocated expenses						(33)
Loss from operations						(2,019)
Interest expenses						(1,183)
Loss before tax						(3,202)
Taxation						(94)
Loss after tax						(3,296)

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 2008 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 changes in the composition of the Group since the previous financial year ended 31 March 2008.

12. Changes in contingent liabilities (unsecured)

Unsecured Contingent Liabilities :-	Group		
	31.03.09 RM'000	31.03.08 RM'000	Increase/ (decrease) RM'000
Corporate guarantee given to financial institutions for: - Performance guarantees given to third parties	3,742	4,247	(505)
Total	3,742	4,247	(505)

13. Review of performance

For the fourth quarter ended 31 March 2009, the Group recorded a revenue of RM10,551,000 and a pre-tax loss of RM5,029,000 as compared to a revenue of RM22,046,000 and a pre-tax profit of RM1,028,000 in the corresponding quarter of the previous financial year. The decrease of revenue was attributed to the low sales secured due to cut-backs in IT spending from the public and private sectors arising from the slow down in domestic economy. The pre-tax loss was mainly the result of the impairment loss on goodwill and allowance for doubtful debts of RM2,752,000 and RM1,578,000 respectively.

Resulting from the above, the Group recorded a revenue of RM54,164,000 and a pre-tax loss of RM5,456,000 for the year ended 31 March 2009 as compared to a revenue of RM74,270,000 and a pre-tax profit of RM3,202,000 in the previous financial year mainly due to the impairment loss on goodwill and allowance for doubtful debts.

14. Comparison with immediate preceding quarter

For the current quarter under review, turnover was lower as compared to the immediate preceding quarter whereas a pre-tax loss of RM5,029,000 was recorded as compared to a pre-tax profit RM538,000 in the immediate preceding quarter. Lower turnover was due to lesser sales secured and billed in the immediate preceding quarter. The pre-tax loss in the current quarter was mainly due to the impairment loss on goodwill and allowance for doubtful debts of RM2,752,000 and RM1,578,000 respectively.

15. Prospects

Moving forward, the first quarter of our new financial year is likely to remain challenging for the Group as decision for major projects is being deferred in view of the global economic uncertainty.

The announced government stimulus package is expected to have a positive impact on the Malaysian economy in the second half of 2009. With this trend, the Board is of the opinion that the Group will perform better than the previous financial year.

16. Variance for profit forecast / Shortfall in profit guarantee

Not applicable.

17. Taxation

	Current Year Quarter ended 31.03.09 RM'000	Current Year-to- date ended 31.03.09 RM'000
Income tax		
- Current taxation	(1)	103
- Underprovision in prior year	-	114
	(1)	217
Deferred tax		
- Relating to origination and reversal of temporary differences	(396)	(236)
- Underprovision in prior year	-	376
	(396)	140
Tax expense	(397)	357

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. The corporate restructuring exercise was fully completed in the last financial year ended 31 March 2008.

21. Group borrowings

The Group's borrowings as at 31 March 2009 are as follows:

		As at 31.03.09 RM'000	As at 31.03.08 RM'000
Short Term Borrowings:			
Unsecured			
- Hire purchase and finance lease liabilities		156	1,099
Secured			
- Banker Acceptance		-	2,833
Total Short Term Borrowings	(A)	156	3,932
Long Term Borrowings:			
Unsecured			
- Hire purchase		211	426
Total Long Term Borrowings	(B)	211	426
Total Borrowings	(A+B)	367	4,358

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 31 March 2009.

23. Material litigation

A Subsidiary of the Company has commenced legal proceedings and filed a winding up petition against the main local contractor (Utas Lambang Sdn. Bhd.) for the advance of RM3.00 million. Pursuant to the hearing of the matter on 14 November 2008, the Kuala Lumpur High Court has granted the winding up order against the said contractor. The winding up of the contractor is currently under the administration of the Official Receiver.

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 31.03.09	Current Year- to-date ended 31.03.09
Loss attributable to ordinary equity holders of the company (RM'000)	(4,852)	(5,611)
Weighted average number of shares in issue ('000)	356,148	356,148
Basic loss per share (sen)	(1.36)	(1.58)

(b) Diluted

Diluted loss per share of the Group is calculated by dividing the (loss) / profit 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 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 year is presented as equal to basic loss per share.

26. Capital commitment

The Group has no material capital commitment as at 31 March 2009.

27. Deferred tax assets

	31.03.09 RM'000	31.03.08 RM'000
At 1 April	2,955	3,175
Recognised in income statement	(140)	(220)
At end of the period	2,815	2,955
Presented after appropriate offsetting as follows:		
- Deferred tax assets	3,311	3,674
- Deferred tax liabilities	(496)	(719)
	2,815	2,955

By Order of the Board
Dataprep Holdings Bhd

Pauline Ng Peck Kun
Tan Hock Chye
Company Secretaries
27 May 2009