

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

**SUMMARY OF KEY FINANCIAL INFORMATION
FOR THE FOURTH QUARTER AND TWELVE MONTHS ENDED 31 MARCH 2013**

		INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
		CURRENT YEAR QUARTER	PRECEDING YEAR CORRESPONDING QUARTER	CURRENT YEAR TO DATE	PRECEDING YEAR CORRESPONDING PERIOD
		[31/03/2013] RM'000	[31/03/2012] RM'000	[31/03/2013] RM'000	[31/03/2012] RM'000
1	Revenue	17,892	7,055	53,403	60,170
2	(Loss)/profit before tax	(815)	(1,617)	(4,904)	(4,894)
3	(Loss)/profit for the period	(821)	(4,450)	(4,941)	(7,773)
4	(Loss)/profit attributable to ordinary equity holders of the Parent	(567)	(3,742)	(4,966)	(6,684)
5	Basic (loss)/earnings per share (sen)	(0.15)	(0.98)	(1.30)	(1.74)
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)		0.10		0.12

ADDITIONAL INFORMATION

		INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
		CURRENT YEAR QUARTER	PRECEDING YEAR CORRESPONDING QUARTER	CURRENT YEAR TO DATE	PRECEDING YEAR CORRESPONDING PERIOD
		[31/03/2013] RM'000	[31/03/2012] RM'000	[31/03/2013] RM'000	[31/03/2012] RM'000
1	Gross interest income	164	219	640	845
2	Gross interest expense	15	62	125	183

**CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
FOR THE FOURTH QUARTER AND TWELVE MONTHS ENDED 31 MARCH 2013
(The figures have been audited)**

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER	PRECEDING YEAR CORRESPONDING QUARTER	CURRENT YEAR TO DATE	PRECEDING YEAR CORRESPONDING PERIOD
	[31/03/2013] RM'000	[31/03/2012] RM'000	[31/03/2013] RM'000	[31/03/2012] RM'000
Revenue	17,892	7,055	53,403	60,170
Operating Expenses	(18,820)	(9,078)	(59,098)	(66,208)
Other Operating Income	189	468	977	1,327
(Loss)/profit from operations	(739)	(1,555)	(4,718)	(4,711)
Finance costs	(76)	(62)	(186)	(183)
(Loss)/profit before tax	(815)	(1,617)	(4,904)	(4,894)
Taxation	(6)	(2,833)	(37)	(2,879)
(Loss)/profit after tax	(821)	(4,450)	(4,941)	(7,773)
Other Comprehensive Loss: Foreign currency translation differences	4	-	3	(3)
Other comprehensive income for the period, net of tax	4	-	3	(3)
Total Comprehensive (Loss)/Profit for the period	(817)	(4,450)	(4,938)	(7,776)
Attributed to :				
Owners of the parent	(567)	(3,742)	(4,966)	(6,684)
Non-controlling interest	(254)	(708)	25	(1,089)
	(821)	(4,450)	(4,941)	(7,773)
Total comprehensive (loss)/profit attributable to:				
Owners of the parent	(563)	(3,742)	(4,963)	(6,687)
Non-controlling interest	(254)	(708)	25	(1,089)
	(817)	(4,450)	(4,938)	(7,776)
(Loss)/earnings per share :				
- basic (sen)	(0.15)	(0.98)	(1.30)	(1.74)
- 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)	0.10	0.12

The condensed consolidated statements of comprehensive income should be read in conjunction with the audited financial statements for the year ended 31 March 2012 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 31 MARCH 2013**

	As at 31.03.2013 Audited RM'000	As at 30.3.2012 Audited RM'000	As at 1.4.2011 Audited RM'000
ASSETS			
Non-current assets			
Property, plant and equipment	1,726	2,677	3,932
Goodwill on consolidation	-	-	104
Intangible assets	133	206	340
Other Investments	91	91	91
Long term receivables	1,621	-	-
Deferred tax assets	-	-	2,810
	<u>3,571</u>	<u>2,974</u>	<u>7,277</u>
Current Assets			
Inventories	932	690	1,159
Trade receivables	22,125	24,798	45,345
Other receivables	2,686	4,126	3,707
Tax recoverable	67	83	106
Deposits, cash and bank balances	27,431	27,747	30,642
	<u>53,241</u>	<u>57,444</u>	<u>80,959</u>
Total assets	<u>56,812</u>	<u>60,418</u>	<u>88,236</u>
Equity attributable to owners of the Parent			
Share capital	95,772	95,772	95,772
Share premium	5,488	5,488	5,488
Merger deficit	(13,509)	(13,509)	(13,509)
Foreign exchange reserve	11	8	11
Accumulated losses	(48,074)	(43,108)	(36,529)
	<u>39,688</u>	<u>44,651</u>	<u>51,233</u>
Non-controlling interest	<u>627</u>	<u>602</u>	<u>1,796</u>
Total equity	<u>40,315</u>	<u>45,253</u>	<u>53,029</u>
Non-current liabilities			
Long term borrowings	1,568	94	134
	<u>1,568</u>	<u>94</u>	<u>134</u>
Current Liabilities			
Trade payables	9,292	7,773	29,462
Other payables	3,997	4,275	3,958
Short term borrowings	1,603	2,996	1,641
Provision for taxation	37	27	12
Total current liabilities	<u>14,929</u>	<u>15,071</u>	<u>35,073</u>
Total liabilities	<u>16,497</u>	<u>15,165</u>	<u>35,207</u>
Total equity and liabilities	<u>56,812</u>	<u>60,418</u>	<u>88,236</u>
Net assets per share (RM)	<u>0.10</u>	<u>0.12</u>	<u>0.13</u>

The condensed consolidated statement of financial position should be read in conjunction with the audited financial statements for the year ended 31 March 2012 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 2013

<----- 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	Accumulated losses RM'000	Total RM'000	Non- controlling Interest RM'000	Total Equity RM'000
At 1 April 2012	95,772	5,488	(13,509)	8	(43,108)	44,651	602	45,253
Loss for the financial year	-	-	-	-	(4,966)	(4,966)	25	(4,941)
Other comprehensive income:								
Foreign currency translation gain for foreign operations	-	-	-	3	-	3	-	3
Total comprehensive loss for the period	-	-	-	3	(4,966)	(4,963)	25	(4,938)
At 31 March 2013	95,772	5,488	(13,509)	11	(48,074)	39,688	627	40,315
At 1 April 2011	95,772	5,488	(13,509)	11	(36,529)	51,233	1,796	53,029
Loss for the financial year	-	-	-	-	(6,684)	(6,684)	(1,089)	(7,773)
Other comprehensive income:								
Foreign currency translation gain for foreign operations	-	-	-	(3)	-	(3)	-	(3)
Total comprehensive loss for the period	-	-	-	(3)	(6,684)	(6,687)	(1,089)	(7,776)
Disposal of part equity in a subsidiary to non-controlling interest	-	-	-	-	105	105	(105)	-
At 31 March 2012	95,772	5,488	(13,509)	8	(43,108)	44,651	602	45,253

The condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the year ended 31 March 2012 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 2013**

	Twelve Months Ended	
	31.03.2013 RM'000	31.03.2012 RM'000
Cash Flow from Operating Activities		
(Loss)/profit before tax	(4,904)	(4,894)
Adjustment for :-		
Non-cash items	1,380	1,406
Non-operating items	(522)	(799)
Operating (loss)/profit before working capital changes	(4,046)	(4,287)
(Increase)/Decrease in inventories	(256)	721
(Increase)/decrease in receivables	2,492	20,104
Increase/(decrease) in payables	1,241	(21,375)
Cash used in operations	(569)	(4,837)
Tax (paid)/ refunded	(11)	(31)
Interest received	640	845
Interest paid	(125)	(113)
Net cash used in operating activities	(65)	(4,136)
Cash flow from Investing Activities		
Purchase of property, plant and equipment	(317)	(191)
Purchase of intangible assets	(26)	(2)
Proceeds from disposal of plant and equipment	8	119
Net cash used in investing activities	(335)	(74)
Cash flow from Financing Activities		
Drawdown of borrowings	2,623	1,992
Repayment of borrowings	(2,271)	(1,602)
Payment of hire purchase liabilities	(41)	(38)
Net cash from financing activities	311	352
Net increase in cash and cash equivalents	(89)	(3,858)
Effect of exchange rate fluctuations	3	-
Cash and cash equivalents at beginning of the year	26,784	30,642
Cash and cash equivalents at end of the period	26,698	26,784
Cash and cash equivalents at end of the financial period comprise the following:		
	As at 31.03.2013	As at 31.03.2012
	RM'000	RM'000
Deposits with licensed commercial banks	17,796	20,782
Cash and bank balances	9,635	6,965
Bank Overdraft	(733)	(963)
Cash and cash equivalents	26,698	26,784

The condensed consolidated cash flow statement should be read in conjunction with the audited financial statements for the year ended 31 March 2012 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 condensed consolidated interim financial statements are the first set of financial statements prepared in accordance with MFRSs and, MFRS 1, First-time Adoption of Malaysian Financial Reporting Standards. Previously, the financial statements of the Group and the Company were prepared in accordance with Financial Reporting Standards (“FRSs”) in Malaysia. The MFRSs are effective for the Group from 1 April 2012 and the date of transition to the MFRS framework is 1 April 2011. At the transition date, the Group reviewed its accounting policies and considered the transitional options available under MFRS 1. The transition to MFRSs did not result in any impact on the financial position, financial performance and cash flows of the Group and 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 2012**

Amendments to MFRS 101: Presentation of Items of Other Comprehensive Income.

(b) **Effective for financial periods beginning on or after 1 January 2013**

MFRS 10: Consolidated Financial Statements

MFRS 11: Joint Arrangements

MFRS 12: Disclosure of Interests in Other Entities

MFRS 13: Fair Value Measurement

MFRS 119 (Revised): Employee Benefits

MFRS 127 (Revised): Separate Financial Statements

MFRS 128 (Revised): Investments in Associates and Joint Ventures

IC Interpretation 20: Stripping Costs in the Production Phase of a Surface Mine

Amendments to MFRS 7: Financial Instruments : Disclosures - Offsetting Financial Assets and Financial Liabilities

Amendments to MFRS 1: First-time Adoption of Malaysian Financial Reporting Standards - Government Loans

Amendments to MFRS 1: First-time Adoption of Malaysian Financial Reporting Standards (Annual Improvements 2009 -2011 Cycle)

Amendments to MFRS 10, MFRS 11 and MFRS 12: Consolidated Financial Statements, Joint Arrangements and Disclosure of Interests in Other Entities : Transition Guidance

Amendments to MFRS 101: Presentation of Financial Statements (Annual Improvements 2009 - 2011 Cycle)

Amendments to MFRS 116: Property, Plant and Equipment (Annual Improvements 2009 - 2011 Cycle)

Amendments to MFRS 132: Financial Instruments: Presentation (Annual Improvements 2009 - 2011 Cycle)

Amendments to MFRS 134: Interim Financial Reporting (Annual Improvement 2009 -2011 Cycle)

(c) Effective for financial periods beginning on or after 1 January 2014

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

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

(d) Effective for financial periods beginning on or after 1 January 2015

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).

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 2012 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

For the current quarter, there was 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 -

	IT Related Products and Services	Payment Solutions & Services	Consolidation Adjustments	Group
	RM'000	RM'000	RM'000	RM'000
Sales	51,807	1,823	(227)	53,403
Segment Results	(4,397)	(531)	5,404	476
Interest Income				640
Unallocated Expenses				(5,895)
Loss from Operations				(4,779)
Finance Cost				(125)
Loss before taxation				(4,904)
Taxation				(37)
Loss after taxation				(4,941)

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 since the previous financial year ended 31 March 2012.

12. Changes in contingent liabilities (unsecured)

	Group		
	31.03.13 RM'000	31.03.12 RM'000	Increase/ (decrease) RM'000
Unsecured Contingent Liabilities :-			
Corporate guarantee given to financial institutions for: - Performance guarantees given to third parties	5,770	7,540	(1,770)
Total	5,770	7,540	(1,770)

13. Review of performance

a. Comparison results of current quarter and previous year corresponding quarter

The Group's revenue for the current quarter increased to RM17.89 million but suffered a lower loss before tax of RM0.82 million. The revenue was higher by RM10.83 million compared to the previous year corresponding quarter of RM7.06 million mainly due to higher sales secured for the quarter under review. The lower loss before tax suffered of RM0.82 million when compared with the previous year corresponding quarter of RM1.62 million was primarily as a result of higher gross margin consequence of higher sales secured.

The performance of the business segments for the current quarter as compared to the previous year corresponding quarter is as follows:-

IT Related Products & Services

Revenue increased to RM17.49 million in the current quarter from RM6.46 million in the previous year corresponding quarter mainly due to greater number of projects secured in the current quarter. However, the larger revenue mix of hardware sales which has a smaller margin contributed to the higher gross loss of RM0.66 million for the current quarter compared to a gross loss of RM0.54 million in the previous year corresponding quarter.

Payment Solutions and Services

Revenue fell to RM0.42 million in the current quarter from RM0.65 million in the previous year corresponding quarter. The lesser revenue was mainly due to lower terminal rental income consequence of higher attrition rate and reduced discount fee from merchants. This resulted in a higher loss before tax of RM120,000 compared to a loss before tax of RM22,000 in the previous year corresponding quarter.

b. Comparison results of current year and previous year

For the current year, the Group's revenue decreased by 11% to RM53.40 million as compared to RM60.17 million in the previous year. This is due to reduced contribution from a significant project and lower sales secured for the year under review in view of intense competition in the market place. In the previous year there was also a one-off charge of impairment loss of goodwill of RM104,000. The loss before tax of RM4.90 million for the current year was slightly higher when compared with the previous year loss before tax of RM4.89 million as a result of reduced revenue and lower gross margin.

The performance of the business segments for the current year as compared to that of the previous year is as follows:

IT Related Products & Services

Revenue decreased to RM51.81 million in the current year from RM57.91 million in the previous year mainly due to reduced contribution from a significant project and lower sales secured for the year under review in view of intense competition in the market place. In addition, a softer market for solutions integration engagements has resulted in lesser number of projects secured in the current year. The larger revenue mix of maintenance service with better margin contributed to the lower gross loss of RM4.39 million for the current year compared to a gross loss of RM4.92 million in the previous year.

Payment Solutions and Services

Revenue fell to RM1.82 million in the current year from RM2.62 million in the previous year. The lesser revenue was mainly due to lower terminal rental income consequence of higher attrition rate and reduced discount fee from merchants. The reduced revenue resulted in a higher loss before tax of RM531,000 when compared to a loss before tax of RM100,000 in the previous year corresponding period.

14. Comparison with immediate preceding quarter

	<u>Current Quarter</u> RM'000s	<u>Preceding Quarter</u> RM'000s
Revenue	17,892	13,794
Loss before Taxation	(815)	(761)

The Group's current quarter revenue has increased by 30% to RM17.89 million from RM13.79 million in the immediate preceding quarter. The improved revenue was primarily due to higher sales secured for the current quarter under review. However, higher revenue mix of hardware sales which has a lower margin contributed to a greater loss before taxation of RM0.82 million compared to the immediate preceding quarter of RM0.76 million.

15. Prospects

With the new mandate given to the government post GE13, the ICT industry envisage future growth in technology areas such as in media, tablets and mobile devices, content dissemination, unified communication and further enhancement of telecommunication infrastructure.

The group continues to explore areas of businesses where ICT could be used extensively especially in adoption of ICT in property development, education, financial services, infrastructure development, and transportation. There will be a lot of development in the accelerated Government Transformation Programme (GTP) and Economic Transformation Programme (ETP) which also spur the activities in private sector investment.

The Group is able to address the potential demand of ICT products and services with the existing infrastructure and people assets while addressing the new demand with strategic partnership with global technology partners such as IBM, HP, EMC, Cisco, LG-CNS and KSCC.

For the Financial Year 2014, we expect the Group results to break even with the continuous cost control and other relevant measures and a good mix of higher profit margin projects. The Group has sufficient financial resources to meet all on-going commitments.

16. Variance for profit forecast / Shortfall in profit guarantee

Not applicable.

17. Taxation

	Current Year Quarter ended 31.03.13 RM'000	Current Year-to- date ended 31.03.13 RM'000
Income tax		
- Current period	6	37
- Undeprovision in prior year	-	-
Tax expense	6	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 as at 31 March 2013 are as follows:

		As at 31.03.13 RM'000	As at 31.03.12 RM'000
Short Term Borrowings:			
Secured			
- Banker acceptance		-	1,992
- Bank overdraft		733	963
- Hire purchase		42	41
- Other borrowing		828	-
Total Short Term Borrowings	A	1,603	2,996
Long Term Borrowings:			
Secured			
- Hire purchase		52	94
- Other borrowing		1,516	-
Total Long Term Borrowings	B	1,568	94
Total Borrowings	(A + B)	3,171	3,090

All borrowings are denominated in Ringgit Malaysia.

20. Material litigation

There were no pending material litigation matters as at 31 March 2013.

21. Dividend proposed or declared

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

22. Loss per share

(a) Basic

	Current Year Quarter ended 31.03.13	Current Year- to-date ended 31.03.13
Loss attributable to owners of the parent (RM'000)	(567)	(4,966)
Weighted average number of shares in issue ('000)	383,087	383,087
Basic loss per share (sen)	(0.15)	(1.30)

(b) Diluted

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

23. Capital commitment

The Group has no material capital commitment as at 31 March 2013.

24. Notes to the Consolidated Statement of Comprehensive Income

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

	Current Year Quarter Ended 31.03.13 RM'000	Current Year- to-date Ended 31.03.13 RM'000
Interest Expense	15	125
Depreciation of property, plant and equipment	273	1,202
Amortisation of intangible assets	25	99
Allowance for obsolete inventories	24	73
and after crediting:		
Foreign exchange loss/(gains) – realised	(63)	(20)
Interest Income	(164)	(640)
Incentive from suppliers	(6)	(38)

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 and financial year ended 31 March 2013.

25. Realised and unrealised profits/(losses)

	31.03.13	31.03.12
	RM'000	RM'000
Total accumulated losses of the Company and its subsidiaries:		
- Realised	(151,158)	(145,027)
- Unrealised	-	(1,305)
	(151,158)	(146,332)
Less : Consolidation adjustments	103,084	103,224
Total group accumulated losses as per consolidated accounts	(48,074)	(43,108)

By Order of the Board
Dataprep Holdings Bhd

Lee Yoong Shyuan
Wong Choong Ming
Company Secretaries
31 May 2013