

**SUMMARY OF KEY FINANCIAL INFORMATION  
FOR THE FOURTH QUARTER AND TWELVE MONTHS ENDED 31 MARCH 2014**

		INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
		CURRENT YEAR QUARTER	PRECEDING YEAR CORRESPONDING QUARTER	CURRENT YEAR QUARTER	PRECEDING YEAR CORRESPONDING PERIOD
		[31/03/2014] RM'000	[31/03/2013] RM'000	[31/03/2014] RM'000	[31/03/2013] RM'000
1	Revenue	21,715	17,892	54,875	53,403
2	(Loss)/profit before tax	(387)	(815)	(4,491)	(4,904)
3	(Loss)/profit for the period	(497)	(821)	(4,637)	(4,941)
4	(Loss)/profit attributable to ordinary equity holders of the Parent	(825)	(567)	(5,093)	(4,966)
5	Basic (loss)/earnings per share (sen)	(0.22)	(0.15)	(1.33)	(1.30)
6	Proposed/Declared Dividend per share (sen)	-	-	-	-
		<b>AS AT END OF CURRENT QUARTER</b>		<b>AS AT PRECEDING FINANCIAL YEAR END</b>	
7	Net assets per share owners of the parent (RM)		0.09		0.10

**ADDITIONAL INFORMATION**

		INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
		CURRENT YEAR QUARTER	PRECEDING YEAR CORRESPONDING QUARTER	CURRENT YEAR QUARTER	PRECEDING YEAR CORRESPONDING PERIOD
		[31/03/2014] RM'000	[31/03/2013] RM'000	[31/03/2014] RM'000	[31/03/2013] RM'000
1	Gross interest income	313	164	835	640
2	Gross interest expense	47	15	194	125

**CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME  
FOR THE FOURTH QUARTER AND TWELVE MONTHS ENDED 31 MARCH 2014**  
(The figures have been audited)

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER	PRECEDING YEAR CORRESPONDING QUARTER	CURRENT YEAR QUARTER	PRECEDING YEAR CORRESPONDING PERIOD
	[31/03/2014] RM'000	[31/03/2013] RM'000	[31/03/2014] RM'000	[31/03/2013] RM'000
Revenue	21,715	17,892	54,875	53,403
Operating Expenses	(22,261)	(18,820)	(60,143)	(59,098)
Other Operating Income	226	189	1,037	977
Loss from operations	(320)	(739)	(4,231)	(4,718)
Finance costs	(67)	(76)	(260)	(186)
Loss before tax	(387)	(815)	(4,491)	(4,904)
Taxation	(110)	(6)	(146)	(37)
Loss after tax	(497)	(821)	(4,637)	(4,941)
Other Comprehensive (Loss)/Income: Foreign currency translation differences	(5)	4	25	3
Other comprehensive (loss)/income for the period, net of tax	(5)	4	25	3
<b>Total Comprehensive Loss for the period</b>	<b>(502)</b>	<b>(817)</b>	<b>(4,612)</b>	<b>(4,938)</b>
Attributed to :				
Owners of the parent	(825)	(567)	(5,093)	(4,966)
Non-controlling interest	328	(254)	456	25
	(497)	(821)	(4,637)	(4,941)
Total comprehensive (loss)/profit attributable to:				
Owners of the parent	(830)	(563)	(5,068)	(4,963)
Non-controlling interest	328	(254)	456	25
	(502)	(817)	(4,612)	(4,938)
(Loss)/earnings per share :				
- basic (sen)	(0.22)	(0.15)	(1.33)	(1.30)
- 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)	0.09	0.10

The condensed consolidated statements of comprehensive income should be read in conjunction with the audited financial statements for the year ended 31 March 2013 and the accompanying explanatory notes attached to the interim financial statements.

**CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION  
AS AT 31 MARCH 2014**

	<b>As at 31.03.2014 Audited RM'000</b>	<b>As at 31.3.2013 Audited RM'000</b>
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	1,554	1,726
Intangible assets	262	133
Other Investments	91	91
Long term receivables	618	1,621
	<u>2,525</u>	<u>3,571</u>
<b>Current Assets</b>		
Inventories	517	932
Trade receivables	25,256	22,125
Other receivables	2,170	2,686
Tax recoverable	1	67
Deposits, cash and bank balances	22,886	27,431
	<u>50,830</u>	<u>53,241</u>
<b>Total assets</b>	<u>53,355</u>	<u>56,812</u>
<b>Equity attributable to owners of the Parent</b>		
Share capital	95,772	95,772
Share premium	5,488	5,488
Merger deficit	(13,509)	(13,509)
Foreign exchange reserve	36	11
Accumulated losses	(53,167)	(48,074)
	<u>34,620</u>	<u>39,688</u>
<b>Non-controlling interest</b>	1,083	627
<b>Total equity</b>	<u>35,703</u>	<u>40,315</u>
<b>Non-current liabilities</b>		
Long term borrowings	860	1,568
	<u>860</u>	<u>1,568</u>
<b>Current Liabilities</b>		
Trade payables	9,943	9,292
Other payables	4,087	3,997
Short term borrowings	2,706	1,603
Provision for taxation	56	37
<b>Total current liabilities</b>	<u>16,792</u>	<u>14,929</u>
<b>Total liabilities</b>	<u>17,652</u>	<u>16,497</u>
<b>Total equity and liabilities</b>	<u>53,355</u>	<u>56,812</u>
Net assets per share (RM)	<u>0.09</u>	<u>0.10</u>

The condensed consolidated statement of financial position should be read in conjunction with the audited financial statements for the year ended 31 March 2013 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 2014

<----- 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
<b>At 1 April 2013</b>	<b>95,772</b>	<b>5,488</b>	<b>(13,509)</b>	<b>11</b>	<b>(48,074)</b>	<b>39,688</b>	<b>627</b>	<b>40,315</b>
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 period	-	-	-	25	(5,093)	(5,068)	456	(4,612)
<b>At 31 March 2014</b>	<b>95,772</b>	<b>5,488</b>	<b>(13,509)</b>	<b>36</b>	<b>(53,167)</b>	<b>34,620</b>	<b>1,083</b>	<b>35,703</b>
<b>At 1 April 2012</b>	<b>95,772</b>	<b>5,488</b>	<b>(13,509)</b>	<b>8</b>	<b>(43,108)</b>	<b>44,651</b>	<b>602</b>	<b>45,253</b>
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)
Disposal of part equity in a subsidiary to non-controlling interest	-	-	-	-	-	-	-	-
<b>At 31 March 2013</b>	<b>95,772</b>	<b>5,488</b>	<b>(13,509)</b>	<b>11</b>	<b>(48,074)</b>	<b>39,688</b>	<b>627</b>	<b>40,315</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 2013 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 2014

	Twelve Months Ended	
	31.03.2014 RM'000	31.03.2013 RM'000
<b>Cash Flow from Operating Activities</b>		
Loss before tax	(4,491)	(4,904)
<b>Adjustment for :-</b>		
Non-cash items	1,156	1,380
Non-operating items	(641)	(522)
<b>Operating loss before working capital changes</b>	<u>(3,976)</u>	<u>(4,046)</u>
Decrease/(increase) in inventories	52	(256)
(Increase)/decrease in receivables	(1,720)	2,492
Increase in payables	978	1,241
<b>Cash used in operations</b>	<u>(4,666)</u>	<u>(569)</u>
Tax paid	(76)	(11)
Tax refunded	15	-
Interest received	835	640
Interest paid	(194)	(125)
<b>Net cash used in operating activities</b>	<u>(4,086)</u>	<u>(65)</u>
<b>Cash flow from Investing Activities</b>		
Purchase of property, plant and equipment	(378)	(317)
Purchase of intangible assets	(256)	(26)
Proceeds from disposal of plant and equipment	12	8
<b>Net cash used in investing activities</b>	<u>(622)</u>	<u>(335)</u>
<b>Cash flow from Financing Activities</b>		
Drawdown of borrowings	1,755	2,623
Repayment of borrowings	(837)	(2,271)
Payment of hire purchase liabilities	(47)	(41)
<b>Net cash from financing activities</b>	<u>871</u>	<u>311</u>
<b>Net decrease in cash and cash equivalents</b>	<b>(3,837)</b>	<b>(89)</b>
<b>Effect of exchange rate fluctuations</b>	<b>25</b>	<b>3</b>
<b>Cash and cash equivalents at beginning of the year</b>	<b>26,698</b>	26,784
<b>Cash and cash equivalents at end of the period</b>	<u><b>22,886</b></u>	<u><b>26,698</b></u>

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

	As at 31.03.2014 RM'000	As at 31.03.2013 RM'000
Deposits with licensed commercial banks	18,064	17,796
Cash and bank balances	4,822	9,635
Bank Overdraft	-	(733)
<b>Cash and cash equivalents</b>	<u><b>22,886</b></u>	<u><b>26,698</b></u>

The condensed consolidated cash flow statement should be read in conjunction with the audited financial statements for the year ended 31 March 2013 and the accompanying explanatory notes attached to the interim financial statements.

## **1. Basis of preparation**

The interim financial statements are audited 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 2013. The significant accounting policies adopted are consistent with those of the audited financial statements for the financial year ended 31 March 2013 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**

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 MFRSs and IC Interpretation**

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

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 Items of Other Comprehensive Income.

Amendments to MFRS Classified as “Annual Improvements 2009 - 2011 Cycle”

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 January 2014**
  - 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
  - IC Interpretation 21 Levies
  
- (b) **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”
  
- (c) **Effective for a date yet to be confirmed**
  - 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)
  - Amendments to MFRS 9 and MFRS 7: Mandatory Effective Date of MFRS 9 and Transition Disclosures
  - MFRS 9: Financial Instruments (Hedge Accounting and Amendments to MFRS 9, MFRS 7 and MFRS 139) (IFRS 9 as amended in November 2013)

## **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 2013 was not subject to any qualification.

## **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 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 -

	<b>IT Related Products and Services RM'000</b>	<b>Payment Solutions &amp; Services RM'000</b>	<b>Elimination RM'000</b>	<b>Group RM'000</b>
External sales	52,732	2,143	-	54,875
Intersegment sales	258	-	(258)	-
Total sales	<u>52,990</u>	<u>2,143</u>	<u>(258)</u>	<u>54,875</u>
Segment result (External)	(5,484)	(219)	6,658	955
Interest income				835
Unallocated income / (expenses)				<u>(6,087)</u>
Loss from operations				(4,297)
Finance cost				<u>(194)</u>
Loss before taxation				(4,491)
Taxation				<u>(146)</u>
Loss after taxation				<u>(4,637)</u>

**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 2013.



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

Unsecured Contingent Liabilities :-	Group		
	31.03.14 RM'000	31.03.13 RM'000	Increase/ (decrease) RM'000
Corporate guarantee given to financial institutions for: - Performance guarantees given to third parties	5,323	5,770	(447)
<b>Total</b>	<b>5,323</b>	<b>5,770</b>	<b>(447)</b>

**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 RM21.72 million which resulted in a lower loss before tax of RM0.39 million when compared with that of previous year corresponding quarter. The revenue was greater by RM3.83 million mainly due to higher sales secured for the quarter under review.

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 RM21.20 million in the current quarter from RM17.49 million in the previous year corresponding quarter mainly due to higher sales secured. The lower loss of RM0.47 million for the current quarter as compared to the loss of RM0.67 million in previous year corresponding quarter was due to improved revenue generated.

Payment Solutions and Services

Revenue increased to RM0.57 million in the current quarter from RM0.42 million in the previous year corresponding quarter mainly due to higher terminal rental income and merchant discount rate. The higher gross loss of RM129,000 compared to RM120,000 in the previous year corresponding quarter mainly due to allowance for doubtful debts.

**b. Comparison results of current year-to-date and previous year-to-date**

For the current year, the Group revenue of RM54.88 million was higher as compared to RM53.40 million in the previous year corresponding period. The lower loss before tax of RM4.49 million when compared with the previous year corresponding period of RM4.90 million was due to improved revenue.

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

IT Related Products & Services

Revenue increased to RM52.99 million in the current year from RM51.81 million in the previous year. Despite achieving higher revenue, greater loss of RM5.25 million for the current year was recorded as compared to a loss of RM4.40 million in the previous year due to larger revenue portion from sales of hardware and related products with lower gross margin.

Payment Solutions and Services

Revenue increased to RM2.14 million in the current year from RM1.82 million in the previous year corresponding period. The higher revenue was mainly due to the improved terminal rental income and processing fee and has resulted in a lower loss before tax of RM219,000 compared to loss before tax of RM531,000 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	21,715	9,550
Loss before Taxation	(387)	(1,589)

The Group's revenue for the current quarter has increased significantly by 127% to RM21.72 million from RM9.55 million in the immediate preceding quarter. The higher revenue was primarily due to greater sales secured for the current quarter. Consequently, a lower loss before taxation of RM0.39 million was recorded compared to loss before tax of RM1.59 million in the immediate preceding quarter due to higher revenue and gross margin.

#### **15. Prospects**

The business conditions for the Systems Integration segment have been challenging. Industry players are faced with reducing business volume as well as declining margins.

The Group is in the midst of implementing a turnaround strategy in order to improve its operation and financial results. We expect the results for the financial year to be satisfactory. The Group has sufficient resources to meet all its on-going commitments.

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

Not applicable.

**17. Taxation**

	<b>Current Year Quarter ended 31.03.14 RM'000</b>	<b>Current Year-to- date ended 31.03.14 RM'000</b>
Income tax		
- Current period	42	78
- Undeprovision in prior year	68	68
<b>Tax expense</b>	<b>110</b>	<b>146</b>

**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 2014 are as follows:

		<b>As at 31.03.14 RM'000</b>	<b>As at 31.03.13 RM'000</b>
<b>Short Term Borrowings :</b>			
<b>Secured</b>			
- Banker acceptance		1,755	-
- Bank overdraft		-	733
- Hire purchase		68	42
- Other borrowing		883	828
<b>Total Short Term Borrowings</b>	<b>A</b>	<b>2,706</b>	<b>1,603</b>
<b>Long Term Borrowings :</b>			
<b>Secured</b>			
- Hire purchase		236	52
- Other borrowing		624	1,516
<b>Total Long Term Borrowings</b>	<b>B</b>	<b>860</b>	<b>1,568</b>
<b>Total Borrowings</b>	<b>(A + B)</b>	<b>3,566</b>	<b>3,171</b>

All borrowings are denominated in Ringgit Malaysia.

**20. Material litigation**

There were no pending material litigation matters as at 31 March 2014.

**21. Dividend proposed or declared**

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

**22. Loss per share**

**(a) Basic**

	<b>Current Year Quarter ended 31.03.14</b>	<b>Current Year-to- date ended 31.03.14</b>
Loss attributable to owners of the parent (RM'000)	(825)	(5,093)
Weighted average number of shares in issue ('000)	383,087	383,087
<b>Basic loss per share (sen)</b>	<b>(0.22)</b>	<b>(1.33)</b>

**(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 2014.

**24. Notes to the Consolidated Statement of Comprehensive Income**

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

	<b>Current Year Quarter Ended 31.03.14 RM'000</b>	<b>Current Year- to-date Ended 31.03.14 RM'000</b>
Interest Expense	47	194
Depreciation of plant and equipment	166	787
Amortisation of intangible assets	36	127
Allowance for obsolete inventories	264	363
Allowance for doubtful debts	108	108
Foreign exchange loss/(gains) – realised	55	37
and after crediting:		
Interest Income	(313)	(835)
Incentive from suppliers	-	(8)

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 and financial year ended 31 March 2014.

**25. Realised and unrealised profits/(losses)**

	<b>As at 31.03.14 RM'000</b>	<b>As at 31.03.13 RM'000</b>
Total accumulated losses of the Company and its subsidiaries:		
- Realised	(162,137)	(151,158)
- Unrealised	-	-
	(162,137)	(151,158)
Less : Consolidation adjustments	108,970	103,084
<b>Total group accumulated losses as per consolidated accounts</b>	<b>(53,167)</b>	<b>(48,074)</b>

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

**Lee Yoong Shyuan**  
**Wong Choong Ming**  
Company Secretaries  
23 May 2014