

**SUMMARY OF KEY FINANCIAL INFORMATION
FOR THE FOURTH QUARTER AND TWELVE MONTHS ENDED 31 MARCH 2017**

		INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
		CURRENT YEAR QUARTER	PRECEDING YEAR CORRESPONDING QUARTER	CURRENT YEAR QUARTER	PRECEDING YEAR CORRESPONDING QUARTER
		[31/03/2017] RM'000	[31/03/2016] RM'000	[31/03/2017] RM'000	[31/03/2016] RM'000
1	Revenue	21,996	7,497	45,030	58,525
2	(Loss)/ Profit before tax	(731)	(1,183)	(3,064)	(2,756)
3	(Loss)/Profit for the period	(731)	(1,189)	(3,093)	(2,866)
4	(Loss)/Profit attributable to owners of the Company	(564)	(1,119)	(2,537)	(2,736)
5	Basic (loss)/earning per share (sen)	(0.14)	(0.29)	(0.61)	(0.71)
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)		0.07		0.08

ADDITIONAL INFORMATION

		INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
		CURRENT YEAR QUARTER	PRECEDING YEAR CORRESPONDING QUARTER	CURRENT YEAR QUARTER	PRECEDING YEAR CORRESPONDING QUARTER
		[31/03/2017] RM'000	[31/03/2016] RM'000	[31/03/2017] RM'000	[31/03/2016] RM'000
1	Gross interest income	159	126	669	792
2	Gross interest expense	31	139	140	435

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

**CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
FOR THE FOURTH QUARTER AND TWELVE MONTHS ENDED 31 MARCH 2017**

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER	PRECEDING YEAR CORRESPONDING QUARTER	CURRENT YEAR QUARTER (AUDITED)	PRECEDING YEAR CORRESPONDING QUARTER (AUDITED)
	[31/03/2017] RM'000	[31/03/2016] RM'000	[31/03/2017] RM'000	[31/03/2016] RM'000
Revenue	21,996	7,497	45,030	58,525
Operating expenses	(22,872)	(8,782)	(48,659)	(61,687)
Other operating income	198	228	747	975
Operating (loss)/profit	(678)	(1,057)	(2,882)	(2,187)
Finance costs	(53)	(126)	(182)	(569)
(Loss)/Profit before tax	(731)	(1,183)	(3,064)	(2,756)
Taxation	-	(6)	(29)	(110)
(Loss)/Profit for the period	(731)	(1,189)	(3,093)	(2,866)
Other comprehensive income/(loss):				
Foreign currency translation differences	(69)	(34)	(22)	40
Other comprehensive income for the period, net of tax	(69)	(34)	(22)	40
Total comprehensive (loss)/profit for the period	(800)	(1,223)	(3,115)	(2,826)
(Loss)/Profit for the period attributed to :				
Owners of the Company	(564)	(1,119)	(2,537)	(2,736)
Non-controlling interest	(167)	(70)	(556)	(130)
	(731)	(1,189)	(3,093)	(2,866)
Total comprehensive (loss)/profit attributable to:				
Owners of the Company	(633)	(1,153)	(2,559)	(2,696)
Non-controlling interest	(167)	(70)	(556)	(130)
	(800)	(1,223)	(3,115)	(2,826)
(Loss)/Earning per share :				
- basic (sen)	(0.14)	(0.29)	(0.61)	(0.71)
- 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)	0.07	0.08

The condensed consolidated statements of comprehensive income should be read in conjunction with the audited financial statements for the year ended 31 March 2016 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 2017

	As at 31.03.2017 (Audited) RM'000	As at 31.3.2016 (Audited) RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	1,136	1,342
Intangible assets	68	144
Other Investments	75	91
	<u>1,279</u>	<u>1,577</u>
Current Assets		
Inventories	497	638
Trade receivables	22,449	16,036
Other receivables	1,207	1,180
Tax recoverable	155	62
Deposits, cash and bank balances	25,050	23,684
	<u>49,358</u>	<u>41,600</u>
TOTAL ASSETS	<u>50,637</u>	<u>43,177</u>
EQUITY AND LIABILITIES		
Equity attributable to owners of the Company		
Share capital	43,863	95,772
Share premium	-	5,488
Merger deficit	(13,509)	(13,509)
Foreign exchange reserve	120	142
Accumulated profit/ (losses)	438	(58,429)
	<u>30,912</u>	<u>29,464</u>
Non-controlling interest	1,368	(109)
Total equity	<u>32,280</u>	<u>29,355</u>
Non-current liabilities		
Long term borrowings	152	178
	<u>152</u>	<u>178</u>
Current Liabilities		
Trade payables	8,880	3,041
Other payables	4,393	3,939
Provision for taxation	2	13
Short term borrowings	4,930	6,651
Total current liabilities	<u>18,205</u>	<u>13,644</u>
Total liabilities	<u>18,357</u>	<u>13,822</u>
TOTAL EQUITY AND LIABILITIES	<u>50,637</u>	<u>43,177</u>
Net assets per share (RM)	<u>0.07</u>	<u>0.08</u>

The condensed consolidated statement of financial position should be read in conjunction with the audited financial statements for the year ended 31 March 2016 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 2017

<----- Attributable to the Owners of the Company ----->
<----- Non-distributable ----->

	Share Capital RM'000	Share premium RM'000	Merger deficit RM'000	Foreign exchange reserve RM'000	Accumulated profit/(losses) RM'000	Total RM'000	Non-controlling Interest RM'000	Total Equity RM'000
At 1 April 2016	95,772	5,488	(13,509)	142	(58,429)	29,464	(109)	29,355
Loss for the financial year	-	-	-	-	(2,537)	(2,537)	(556)	(3,093)
Foreign currency translation gain for foreign operations	-	-	-	(22)	-	(22)	-	(22)
Total comprehensive loss for the period	-	-	-	(22)	(2,537)	(2,559)	(556)	(3,115)
Transactions with owners :								
Share Premium Reduction	(57,463)	(5,488)	-	-	5,488	-	-	-
Share Capital Reduction	3,830	1,724	-	-	57,463	-	-	5,554
Private Placement :-								
-of Ordinary Shares	-	-	-	-	-	5,554	-	5,554
Disposal of shares in a subsidiary to non-controlling interest	(53,633)	(3,764)	-	-	(1,547)	(1,547)	2,033	486
Total transactions with owners	1,724	1,724	-	-	61,404	4,007	2,033	6,040
Reclass of share premium to share capital	-	-	-	-	-	-	-	-
At 31 March 2017	43,863	3,448	(13,509)	120	438	30,912	1,368	32,280

Note 1:

On 4 May 2016, the proposed reduction of the share premium account of the Company amounting to RM5,488,032 pursuant to Section 60(2) and 64(1) of the Companies Act, 1965 ("Act") ("Proposed Share Premium Reduction") and the proposed reduction of the issued and paid up share capital of the Company pursuant to Section 64(1) of the Act, involving cancellation of RM0.15 from the par value of every existing ordinary share of RM0.25 each in the Company ("Proposed Par Value Reduction") were completed. The credit arising from the Share Premium Reduction of RM 5,488,032 and the Par Value Reduction of RM 57,463,079 were utilised to set-off against the accumulated losses and the remaining credit was credited to the retained earnings of the Company.

Note 2:

Pursuant to the Proposed Private Placement as approved by Bursa Malaysia Securities Berhad ("Bursa Securities") vide its letter dated 2 March 2016 for the listing of the Placement Shares on the Main Market of Bursa Securities and the approval obtained from the shareholders of the Company at its Extraordinary General Meeting held on 4 April 2016, the Company issued 38,308,632 Placement Shares at the price of 0.145 per share giving rise to total proceeds of RM 5,554,752. On 23 May 2016, the Proposed Private Placement was completed following the listing and quotation of the 38,308,632 Placement Shares on the Main Market of Bursa Malaysia Securities Berhad. Hence, the issued share capital of the Company was increased by RM3,830,863 representing 38,308,362 Placement Shares at par value of RM 0.10 each and give rise to a credit in the share premium account amounting to RM 1,723,888.

Note 3:

On 4 July 2016, the Company reduced its equity interest in Solsis (M) Sdn. Bhd. from 100% to 51% by disposing 8,290,800 ordinary shares, representing 49% of the paid up share capital for a cash consideration of RM497,448 to an outside corporation. This resulted in a loss of RM1,546,940 on comparison of the net consideration with the carrying value of the investment attributed to the owners within the equity of the Group. The disposal has the effect of increasing the non-controlling interest within equity of the Group by RM2,033,016.

Note 4:

Nominal value of shares is abolished on 31 January 2017, upon commencement of the Companies Act 2016 ("CA 2016"). According to transition provision of Section 618(2) of CA 2016, any amount standing to the credit of a Company's share premium account shall become part of the Company's share capital, upon commencement of Section 74, which abolishes nominal value of shares.

The condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the year ended 31 March 2016 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 2016

<----- Attributable to the Owners of the Company ----->
<----- Non-distributable ----->

	Share Capital RM'000	Share premium RM'000	Merger deficit RM'000	Foreign exchange reserve RM'000	Accumulated profit/(losses) RM'000	Total RM'000	Non-controlling Interest RM'000	Total Equity RM'000
At 1 April 2015	95,772	5,488	(13,509)	102	(57,407)	30,446	1,953	32,399
Loss for the financial year	-	-	-	-	(2,736)	(2,736)	(130)	(2,866)
Foreign currency translation gain of foreign operations	-	-	-	40	-	40	-	40
Total comprehensive loss for the year	-	-	-	40	(2,736)	(2,696)	(130)	(2,826)
Transactions with owners :								
Disposal of shares in a subsidiary to non-controlling interest	-	-	-	-	-	-	256	256
Acquisition of non-controlling interest in a subsidiary	-	-	-	-	1,714	1,714	(2,188)	(474)
Total transactions with owners	-	-	-	-	1,714	1,714	(1,932)	(218)
At 31 March 2016	95,772	5,488	(13,509)	142	(58,429)	29,464	(109)	29,355

The condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the year ended 31 March 2016 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 2017

	Twelve Months Ended	
	31.03.2017 (Audited) RM'000	31.03.2016 (Audited) RM'000
Cash Flow from Operating Activities		
Loss before taxation	(3,064)	(2,756)
Adjustment for :-		
Non-cash items	409	382
Non-operating items	(529)	(357)
Operating loss before working capital changes	(3,184)	(2,731)
Decrease / (increase) in inventories	186	(171)
(Increase) / decrease in receivables	(6,356)	11,629
Increase / (decrease) in payables	6,293	(9,126)
Cash used in operations	(3,061)	(399)
Tax paid	(133)	(178)
Interest received	669	792
Interest paid	(140)	(435)
Net cash used in operating activities	(2,665)	(220)
Cash flow from Investing Activities		
Purchase of plant and equipment	(240)	(679)
Purchase of intangible assets	-	(11)
Proceed from disposal of plant and equipment	-	90
Net proceed from disposal of shares in a subsidiary to non controlling interest	486	256
Acquisition of additional shares in a subsidiary from non controlling interest	-	(474)
Proceeds from private placement	5,554	-
Net cash generated from /(used in) investing activities	5,800	(818)
Cash flow from Financing Activities		
Repayment of borrowings	(1,721)	(1,821)
Payment of hire purchase liabilities	(26)	(32)
Net cash used in financing activities	(1,747)	(1,853)
Net increase /(decrease) in cash and cash equivalents	1,388	(2,891)
Effect of exchange rate fluctuations	(22)	40
Cash and cash equivalents at beginning of the year	23,684	26,535
Cash and cash equivalents at end of the year	25,050	23,684

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

	As at 31.03.2017 RM'000	As at 31.03.2016 RM'000
Deposits with licensed commercial banks	16,107	18,762
Cash and bank balances	8,943	4,922
Cash and cash equivalents	25,050	23,684

The condensed consolidated cash flow statement should be read in conjunction with the audited financial statements for the year ended 31 March 2016 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 2016. The significant accounting policies adopted are consistent with those of the audited financial statements for the financial year ended 31 March 2016 except for the adoption of the following new and revised Malaysian Financial Reporting Standards (“MFRS”), Amendments to MFRSs and IC Interpretations:

Amendments to MFRSs and IC Interpretation

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

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 2016

Amendments to MFRS 101: Disclosure Initiative

Amendments to MFRS 10, MFRS 12 and MFRS 128(2011): Investment Entities- Applying the Consolidation Exception.

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

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

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

Amendment to MFRS 107 – Disclosure Initiative

Amendment to MFRS 112- Recognition of Deferred tax Assets for Unrealized Losses

Amendment to MFRS 12”Annual Improvement to MFRS 2014-2016 Cycle”

(c) 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)

MFRS 15: Revenue from Contracts with Customers

Classification of MFRS 15, Revenue from Contracts with Customers

MFRS 2: Classification and Measurement of Share-based payment transaction

IC Interpretation 22, Foreign Currency Transactions and Advance Consideration

(d) Effective for financial periods beginning on or after 1 January 2019

MFRS 16 Leases

- (e) **Effective for annual periods beginning on or after a date to be determined by MASB**
Amendments to MFRS 10 and MFRS 128 - Sale or Contribution of Assets between an
Investor and its Associate or Joint Venture

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 2016 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

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>	43,418	248	(248)	43,418
(b) <i>Payment Solutions & Services</i>	1,612			1,612
SALES BY SEGMENT	45,030	248	-	45,030
(a) <i>IT Related Products and Services</i>	(3,731)		5,370	1,639
(b) <i>Payment Solutions & Services</i>	(255)			(255)
SEGMENT RESULTS	(3,986)	-	5,370	1,384
Interest income				669
Unallocated expenses				(4,977)
Loss from operations				(2,924)
Interest expenses				(140)
Loss before taxation				(3,064)
Taxation				(29)
Loss after taxation				(3,093)

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 (Secured)

Unsecured Contingent Liabilities :-			
	31.03.2017 RM'000	31.03.2016 RM'000	Increase/ (decrease) RM'000
Corporate guarantee given to financial institutions for: - Performance guarantees given to third parties	2,771	4,079	(1,308)
Total	2,771	4,079	(1,308)

13. Review of performance**a. Comparison of results for the current quarter with preceding year corresponding quarter**

The Group's revenue for the current quarter of RM21.996 million was significantly greater than the preceding year corresponding quarter of RM7.5 million due to higher delivery services projects in the current quarter.

Consequently, the Group recorded a lower loss before taxation of RM0.73 million in the current quarter against a loss before taxation of RM1.19 million in the preceding year corresponding quarter.

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

The revenue for the current quarter of RM21.66 million was substantially higher than the preceding year corresponding quarter of RM7.14 million due to more delivery services projects in the current quarter.

As a result of increased revenue, this business segment recorded a profit before taxation of RM0.57 million in the current quarter against a lower profit before taxation of RM0.28 million in the preceding year corresponding quarter.

Payment Solutions and Services

The revenue decreased from RM363k in the preceding year corresponding quarter to RM337k in the current quarter due to lower number of terminals installed.

As a result of decreased revenue, this business segment reported a loss before taxation of RM 0.12 million in the current quarter against a loss before taxation of RM0.14 million in the preceding year corresponding quarter.

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

	<u>Current Quarter</u>	<u>Immediate Preceding Quarter</u>
	RM'000	RM'000
Revenue	21,996	9,965
Loss before taxation	(731)	(487)

The Group's revenue for the current quarter increased significantly to RM22 million as compared to the immediate preceding quarter due to higher delivery service projects.

The Group however, recorded a loss before taxation of RM0.73 million in the current quarter as compared to a loss before taxation of RM0.49 million in the immediate preceding quarter due to low margin contribution from these projects.

15. Prospects

In the current quarter, the Group managed to increase significantly its revenue to RM22M as compared to RM7.5M in the preceding year corresponding quarter which resulted a lower loss after taxation of RM0.7M from RM1.2M. The lower loss was also due to costs cutting measures undertaken and management will continue to source for more managed services projects with higher gross margin and new ICT business opportunities. The Group will focus on its good delivery record as well as its nation-wide coverage advantage to improve on the financial performance.

16. Variance for profit forecast / Shortfall in profit guarantee

Not applicable.

17. Taxation

	Current Year Quarter Ended 31.03.2017 RM'000	Cumulative Year Quarter Ended 31.03.2017 RM'000
Income tax		
- Current year	-	-
- Undeprovision in prior year	29	29
Tax expense	29	29

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 31.03.2017 RM'000	As at 31.03.2016 RM'000
Short Term Borrowings:			
Secured			
- Banker acceptance		4,904	6,625
- Hire purchase		26	26
Total Short Term Borrowings	A	4,930	6,651
Long Term Borrowings:			
Secured			
- Hire purchase		152	178
Total Long Term Borrowings	B	152	178
Total Borrowings	(A + B)	5,082	6,829

All borrowings are denominated in Ringgit Malaysia.

20. Material litigation

There were no pending material litigation matters as at 31 March 2017.

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 Quarter Ended 31.03.2017	Cumulative Quarter Ended 31.03.2017
Loss attributable to owners of the Company (RM'000)	(564)	(2,537)
Weighted average number of shares in issue ('000)	416,253	416,253
Loss per share (sen)	(0.14)	(0.61)

(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 2017.

24. Notes to the Consolidated Statement of Comprehensive Income

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

	Current Quarter Ended 31.03.2017 RM'000	Cumulative Quarter Ended 31.03.2017 RM'000
Interest expense	31	140
Depreciation of plant and equipment	101	404
Amortisation of intangible assets	19	73
and after crediting:		
Interest income	(159)	(669)
Net write-back of allowance for obsolete inventories	(54)	(54)
Net allowance / (write-back of allowance) for doubtful debts	14	(103)

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 2017

Dataprep Holdings Bhd. (Company No.:183059-H)

Notes to the Interim Financial Statements –Fourth quarter ended 31 March 2017

25. Realised and unrealised losses

	As at 31.03.2017 RM'000	As at 31.03.2016 RM'000
Total accumulated losses of the Company and its subsidiaries:		
- Realised	(123,390)	(173,851)
- Unrealised	-	-
	(123,390)	(173,851)
Less : Consolidation adjustments	123,828	115,422
Total group accumulated profit/(losses) as per consolidated accounts	438	(58,429)

By Order of the Board
Dataprep Holdings Bhd

Tee Lee Leng
Geng Mun Mooi
Company Secretaries
30 May 2017