

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

SUMMARY OF KEY FINANCIAL INFORMATION  
FOR THE SECOND QUARTER AND SIX MONTHS ENDED 30 SEPTEMBER 2017

	INDIVIDUAL QUARTER			CUMULATIVE QUARTER		
	CURRENT YEAR QUARTER [30/09/2017] RM'000	PRECEDING YEAR CORRESPONDING QUARTER [30/09/2016] RM'000	CHANGES (AMOUNT/%)	CURRENT YEAR QUARTER [30/09/2017] RM'000	PRECEDING YEAR CORRESPONDING QUARTER [30/09/2016] RM'000	CHANGES (AMOUNT/%)
1 Revenue	12,664	6,994	81%	25,878	13,069	98%
2 Operating profit /(loss)	566	(544)	204%	443	(1,738)	125%
3 Profit /(Loss) Before Interest and Tax	566	(544)	204%	443	(1,738)	125%
4 Profit/(Loss) before tax	534	(576)	193%	327	(1,846)	118%
5 Profit/(Loss) for the period	534	(576)	193%	329	(1,846)	118%
6 Profit/(Loss) attributable to owners of the Company	37	(487)	108%	(28)	(1,756)	98%
7 Basic earning /(loss) per share (sen)	0.01	(0.12)		(0.01)	(0.42)	
8 Proposed/Declared dividend per share (sen)	-	-		-	-	
	AS AT END OF CURRENT QUARTER			AS AT PRECEDING FINANCIAL YEAR END		
9 Net assets per share attributable to owners of the Company (RM)		0.07			0.07	

ADDITIONAL INFORMATION

	INDIVIDUAL QUARTER			CUMULATIVE QUARTER		
	CURRENT YEAR QUARTER [30/09/2017] RM'000	PRECEDING YEAR CORRESPONDING QUARTER [30/09/2016] RM'000	CHANGES (AMOUNT/%)	CURRENT YEAR QUARTER [30/09/2017] RM'000	PRECEDING YEAR CORRESPONDING QUARTER [30/09/2016] RM'000	CHANGES (AMOUNT/%)
1 Gross interest income	196	160	23%	337	343	-2%
2 Gross interest expense	30	23	30%	108	94	15%

DATA PREP HOLDINGS BHD (Company No. : 183059-H)

**CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME  
FOR THE SECOND QUARTER AND SIX MONTHS ENDED 30 SEPTEMBER 2017**  
(The figures have not been audited)

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER	PRECEDING YEAR CORRESPONDING QUARTER	CURRENT YEAR QUARTER	PRECEDING YEAR CORRESPONDING QUARTER
	[30/09/2017] RM'000	[30/09/2016] RM'000	[30/09/2017] RM'000	[30/09/2016] RM'000
Revenue	12,664	6,994	25,878	13,069
Operating expenses	(12,393)	(7,719)	(25,877)	(15,186)
Other operating income	295	181	442	379
Operating profit/(loss)	566	(544)	443	(1,738)
Finance costs	(32)	(32)	(116)	(108)
Profit/(Loss) before tax	534	(576)	327	(1,846)
Taxation	-	-	2	-
Profit/(Loss) for the period	534	(576)	329	(1,846)
Other comprehensive income/(loss):				
Foreign currency translation differences	1	7	(90)	20
Other comprehensive income for the period, net of tax	1	7	(90)	20
Total comprehensive profit/(loss) for the period	535	(569)	239	(1,826)
Profit/(Loss) for the period attributed to :				
Owners of the Company	37	(487)	(28)	(1,756)
Non-controlling interest	497	(89)	357	(90)
	534	(576)	329	(1,846)
Total comprehensive profit/(loss) attributable to:				
Owners of the Company	38	(480)	(118)	(1,736)
Non-controlling interest	497	(89)	357	(90)
	535	(569)	239	(1,826)
Earning/(Loss) per share :				
- basic (sen)	0.01	(0.12)	(0.01)	(0.42)
- 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	0.07

The condensed consolidated statements of comprehensive income should be read in conjunction with the audited financial statements for the year ended 31 March 2017 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 30 SEPTEMBER 2017**

	As at 30.09.2017 (Unaudited) RM'000	As at 31.3.2017 (Audited) RM'000
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	1,170	1,136
Intangible assets	40	68
Other Investments	75	75
	1,285	1,279
<b>Current Assets</b>		
Inventories	412	497
Trade receivables	16,956	22,449
Other receivables	1,685	1,207
Tax recoverable	177	155
Deposits, cash and bank balances	24,177	25,050
	43,407	49,358
<b>TOTAL ASSETS</b>	44,692	50,637
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to owners of the Company</b>		
Share capital	43,863	43,863
Merger deficit	(13,509)	(13,509)
Foreign exchange reserve	30	120
Retained profit	410	438
	30,794	30,912
<b>Non-controlling interest</b>	1,725	1,368
<b>Total equity</b>	32,519	32,280
<b>Non-current liabilities</b>		
Long term borrowings	137	152
	137	152
<b>Current Liabilities</b>		
Trade payables	2,084	8,880
Other payables	2,696	4,393
Provision for taxation	-	2
Short term borrowings	7,256	4,930
<b>Total current liabilities</b>	12,036	18,205
<b>Total liabilities</b>	12,173	18,357
<b>TOTAL EQUITY AND LIABILITIES</b>	44,692	50,637
Net assets per share (RM)	0.07	0.07

The condensed consolidated statement of financial position should be read in conjunction with the audited financial statements for the year ended 31 March 2017 and the accompanying explanatory notes attached to the interim financial statements.

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE SECOND QUARTER AND SIX MONTHS ENDED 30 SEPTEMBER 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
<b>At 1 April 2017</b>	43,863	-	(13,509)	120	438	30,912	1,368	32,280
Loss for the period	-	-	-	-	(28)	(28)	357	329
Foreign currency translation loss for foreign operations	-	-	-	(90)	-	(90)	-	(90)
Total comprehensive loss for the period	-	-	-	(90)	(28)	(118)	357	239
<b>At 30 September 2017</b>	<b>43,863</b>	<b>-</b>	<b>(13,509)</b>	<b>30</b>	<b>410</b>	<b>30,794</b>	<b>1,725</b>	<b>32,519</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 2017 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							Total Equity
	Non-distributable			Non-distributable				
	Share Capital	Share premium	Merger deficit	Foreign exchange reserve	Accumulated profit/( losses)	Total	RM'000	
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	
<b>At 1 April 2016</b>	95,772	5,488	(13,509)	142	(58,429)	29,464	29,355	
Loss for the financial year	-	-	-	-	(2,537)	(2,537)	(3,093)	
Foreign currency translation gain for foreign operations	-	-	-	(22)	-	(22)	(22)	
Total comprehensive loss for the period	-	-	-	(22)	(2,537)	(2,559)	(3,115)	
Transactions with owners :								
Share Premium Reduction } Note 1	(57,463)				5,488			
Share Capital Reduction } Note 2					57,463			
Private Placement :- } Note 3								
-of Ordinary Shares } Note 4	3,830	1,724				5,554	5,554	
Disposal of shares in a subsidiary to non-controlling interest	-	-	-	-	(1,547)	(1,547)	486	
Total transactions with owners to share capital	(53,633)	(3,764)	-	-	61,404	4,007	6,040	
Reclass of share premium	1,724	(1,724)	-	-	-	-	-	
<b>At 31 March 2017</b>	<b>43,863</b>	<b>-</b>	<b>(13,509)</b>	<b>120</b>	<b>438</b>	<b>30,912</b>	<b>32,280</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 2017 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**

**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 2017 and the accompanying explanatory notes attached to the interim financial statements.

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

CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS  
FOR THE SECOND QUARTER AND SIX MONTHS ENDED 30 SEPTEMBER 2017

	Six Months Ended	
	30.09.2017 (Unaudited) RM'000	31.03.2017 (Audited) RM'000
<b>Cash Flow from Operating Activities</b>		
<b>Profit/(Loss) before taxation</b>	327	(3,064)
<b>Adjustment for :-</b>		
Non-cash items	227	409
Non-operating items	(229)	(529)
<b>Operating loss before working capital changes</b>	<u>325</u>	<u>(3,184)</u>
Decrease in inventories	79	186
Decrease / (increase) in receivables	4,998	(6,356)
(Decrease) / increase in payables	(8,494)	6,293
<b>Cash used in operations</b>	<u>(3,092)</u>	<u>(3,061)</u>
Tax paid	(22)	(133)
Interest received	337	669
Interest paid	(108)	(140)
<b>Net cash used in operating activities</b>	<u>(2,885)</u>	<u>(2,665)</u>
<b>Cash flow from Investing Activities</b>		
Purchase of plant and equipment	(261)	(240)
Proceed from disposal of plant and equipment	52	-
Net proceed from disposal of shares in a subsidiary to non controlling interest	-	486
Proceeds from private placement	-	5,554
<b>Net cash (used in)/ generated from investing activities</b>	<u>(209)</u>	<u>5,800</u>
<b>Cash flow from Financing Activities</b>		
Drawdown /(Repayment) of borrowings	2,325	(1,721)
Payment of hire purchase liabilities	(14)	(26)
<b>Net cash generated from /(used in) financing activities</b>	<u>2,311</u>	<u>(1,747)</u>
<b>Net (decrease) /increase in cash and cash equivalents</b>	<b>(783)</b>	<b>1,388</b>
<b>Effect of exchange rate fluctuations</b>	<b>(90)</b>	<b>(22)</b>
<b>Cash and cash equivalents at beginning of the year</b>	<b>25,050</b>	<b>23,684</b>
<b>Cash and cash equivalents at end of the period</b>	<u><b>24,177</b></u>	<u><b>25,050</b></u>

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

	As at 30.09.2017 RM'000	As at 31.03.2017 RM'000
Deposits with licensed commercial banks	16,265	16,107
Cash and bank balances	7,912	8,943
<b>Cash and cash equivalents</b>	<u><b>24,177</b></u>	<u><b>25,050</b></u>

The condensed consolidated cash flow statement should be read in conjunction with the audited financial statements for the year ended 31 March 2017 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 2017. The significant accounting policies adopted are consistent with those of the audited financial statements for the financial year ended 31 March 2017 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**

Amendment to MFRS 107 – Disclosure Initiative

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

Amendment to MFRS 12- Disclosure of Interests in Other Entities Classified as “Annual Improvement to MFRS 2014-2016 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 2018**

MFRS 9: Financial Instruments (IFRS 9 as issued by in July 2014)

MFRS 15: Revenue from Contracts with Customers

Classification to MFRS 15, Revenue from Contracts with Customers

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

Amendment to MFRS 140- Transfers of Investment Property

Amendment to MFRS 1 First Time Adoption of Malaysia Financial Reporting Standards (Annual Improvements to MFRSs 2014-2016 Cycle.

IC Interpretation 22, Foreign Currency Transactions and Advance Consideration

#### **(b) Effective for financial periods beginning on or after 1 January 2019**

MFRS 16 Leases

#### **(c) 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 2017 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 as at 30 Sept 2017 is as follows: -

BUSINESS SEGMENT	EXTERNAL SALES RM'000	INTERSEGMENT SALES RM'000	ELIMINATION RM'000	GROUP SALES RM'000
(a) IT Related Products and Services and Trading	25,125	164	( 164)	25,125
(b) Payment Solutions & Services	753			753
<b>SALES BY SEGMENT</b>	<b>25,878</b>	<b>164</b>	<b>( 164)</b>	<b>25,878</b>
(a) IT Related Products and Services and Trading	(104)		2,759	2,655
(b) Payment Solutions & Services	(202)			(202)
<b>SEGMENT RESULTS</b>	<b>(306)</b>	<b>-</b>	<b>2,759</b>	<b>2,453</b>
Interest income				294
Unallocated expenses				(2,355)
Profit from operations				392
Interest expenses				(65)
Profit before taxation				327
Taxation				2
Profit after taxation				329

## 9. Valuation of property, plant and equipment

The Group has not revalued its property, plant and equipment.

## 10. Significant events

There were no significant events in the current quarter under review, except for the event subsequent to the end of reporting period as disclosed in note 18

## 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)

Contingent Liabilities :-	Group		
	30.09.2017 RM'000	31.03.2017 RM'000	Increase/ (decrease) RM'000
Corporate guarantee given to financial institutions for: - Performance guarantees given to third parties	2,128	2,771	(643)
<b>Total</b>	<b>2,128</b>	<b>2,771</b>	<b>(643)</b>

### 13. Review of performance

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

	INDIVIDUAL QUARTER			CUMULATIVE QUARTER		
	CURRENT YEAR QUARTER [30/09/2017] RM'000	PRECEDING YEAR CORRESPONDING QUARTER [30/09/2016] RM'000	CHANGES (AMOUNT/ %)	CURRENT YEAR QUARTER [30/09/2017] RM'000	PRECEDING YEAR CORRESPONDING QUARTER [30/09/2016] RM'000	CHANGES (AMOUNT/ %)
Revenue	12,664	6,994	81%	25,878	13,069	98%
Operating profit /(loss)	566	(544)	204%	443	(1,738)	125%
Profit /(Loss) Before Interest and Tax	566	(544)	204%	443	(1,738)	125%
Profit/(Loss) before tax	534	(576)	193%	327	(1,846)	118%
Profit/(Loss) for the period	534	(576)	193%	329	(1,846)	118%
Profit/(Loss) attributable to owners of the Company	37	(487)	108%	(28)	(1,756)	98%

The Group's revenue for the current quarter of RM12.66 million was significantly higher than the preceding year corresponding quarter of RM6.99 million due to more deliveries and managed services projects secured.

Consequently, the Group achieved a much improved performance of profit before taxation amounting to RM0.53 million in the current quarter against a loss before taxation of RM0.58 million in the preceding year corresponding quarter.

The performance of the business segments for the current quarter as compared with that of the preceding year corresponding quarter is as follows:-

#### IT Related Products and Services and Trading

The revenue for the cumulative quarters of RM12.30 million was substantially higher than the preceding year corresponding quarter of RM6.54 million as a result of more deliveries and managed services projects secured and from trading activities.

From the increased revenue, this segment recorded a higher profit before taxation of RM1.88 million in the current quarter against a profit before taxation of RM0.42 million in the preceding year corresponding quarter.

#### Payment Solutions and Services

The revenue decreased from RM0.45 million in the preceding year corresponding quarter to RM0.36 million in the current quarter due to lower number of terminals installed which resulted in a loss before taxation of RM 0.14 million in the current quarter against a loss before taxation of RM0.032 million in the preceding year corresponding quarter.

**13. Review of performance (Cont'd)**

**b. Comparison of results for the current cumulative quarter ended 30 September 2017 with preceding year corresponding cumulative quarter ended 30 September 2016.**

The Group's revenue for the cumulative quarter of RM25.88 million was significantly higher than the preceding year cumulative corresponding quarter of RM13.07 million due to more deliveries and managed services projects secured.

Consequently, the Group achieved a significantly improved performance of profit before taxation amounting to RM0.33 million in the cumulative quarter against a loss before taxation of RM1.85 million in the preceding year cumulative corresponding quarter.

The performance of the business segments for the cumulative quarter as compared with that of the preceding year cumulative corresponding quarter is as follows:-

IT Related Products and Services and Trading

The revenue for the cumulative quarters of RM25.13 million was substantially higher than the preceding year cumulative corresponding quarter of RM12.21 million as a result of more deliveries and managed services projects secured and from trading activities.

From the increased revenue, this segment recorded a higher profit before taxation of RM2.66 million in the cumulative quarter against a profit before taxation of RM0.47 million in the preceding year cumulative corresponding quarter.

Payment Solutions and Services

The revenue decreased from RM0.86 million in the preceding year cumulative corresponding quarter to RM0.75 million in the cumulative quarter due to lower number of terminals installed which resulted in a loss before taxation of RM 0.20 million in the cumulative quarter against a loss before taxation of RM0.075 million in the preceding year cumulative corresponding quarter.

**c. Assets and Liabilities**

Total Assets decreased from RM 50.64M as at 31 March 2017 to RM 44.69M as at 30 September 2017 due to lower trade receivables resulted from settlement of outstanding debts from customers.

Total Liabilities decreased from RM 18.36M as at 31 March 2017 to RM 12.17M as at 30 September 2017 due to settlement of trade and other payables.

**d. Cash Flow for the six months ended 30 September 2017**

Net cash used in operating activities:

Increase was due to settlement of trade and other payables.

Net cash (used in)/ generated from investing activities

Decrease was due to no major investing activities in the current quarter.

Net cash generated from /(used in) financing activities

Increase was due to utilization of trade facilities to finance projects.

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

		<b>CURRENT YEAR QUARTER [30/09/2017] RM'000</b>	<b>IMMEDIATE PRECEDING QUARTER [30/06/2017] RM'000</b>	<b>CHANGES (AMOUNT/%)</b>
1	Revenue	12,664	13,214	-4%
2	Operating profit/ (losses)	566	(123)	560%
3	Profit/(Loss) Before Interest and Tax	566	(123)	560%
4	Profit/(Loss) before tax	534	(207)	358%
5	Profit/(Loss) for the period	534	(205)	360%
6	Profit/(Loss) attributable to owners of the Company	37	(65)	157%

The Group's revenue for the current quarter decreased by 4.16% to RM12.66 million as compared to the immediate preceding quarter principally due to lower delivery service projects of high value.

The Group however, recorded a profit before taxation of RM0.53 million in the current quarter as compared to a loss before taxation of RM0.21 million in the immediate preceding quarter attributed to higher gross margin from 18% to 24% generated by managed services projects.

**15. Prospects**

The Group recorded an improvement in revenue from RM6.9M in the preceding year corresponding quarter to RM12.6M in the current quarter which resulted a profit after taxation of RM0.5M and a loss after taxation of RM0.5M in the preceding year corresponding quarter.

The Group is poised to focus on securing more Managed Services ("MS") Projects and other new ICT opportunities with better profit margin. We are relying on our competitive advantage of nation-wide coverage, our good delivery track record and relationship with our established ICT partners and principals to source for new projects.

Barring unforeseen circumstances, the Group hope to achieve satisfactory results in the remaining period of the financial year.

**16. Taxation**

	<b>Current Year Quarter Ended 30.09.2017 RM'000</b>	<b>Cumulative Year Quarter Ended 30.09.2017 RM'000</b>
Income tax		
- Current year	-	-
- Overprovision in prior year	-	2
<b>Tax expense</b>	<b>-</b>	<b>2</b>

**17. Status of corporate exercise**

There was no corporate exercise as at the date of this announcement.

**18. Event subsequent to the end of reporting period****TAKE-OVERS & MERGERS (PARAGRAPH/RULE 9.19 (47A))**

Subsequent to the current quarter, on 11 October 2017, Wardah Communication Sdn Bhd (“Offeror”) entered into a share sale agreement with VXL Holdings Sdn Bhd, the then holding company of Dataprep Holdings Bhd (“Dataprep” or “Company”) to acquire an aggregate of 270,540,800 ordinary shares in Dataprep, representing 64.2% of the equity interest in Dataprep, which was transacted via a direct business transaction at RM0.16 per Dataprep Share.

Accordingly on the same day, the Company received a notice of unconditional mandatory take-over offer from Kenanga Investment Bank Berhad, on behalf of the Offeror to acquire all the remaining ordinary shares in the Company not already held by the Offeror, Joint Ultimate Offerors and the person acting in concert with them for a cash offer price of RM0.16 per Offer Share.

In accordance with Paragraph 3.06 of the Rules on Take-Overs, Mergers and Compulsory Acquisitions, on 13 October 2017, the Board (save for the interested director) announced that it does not intend to seek an alternative person to make a take-over offer for the Offer Shares and has appointed Mercury Securities Sdn Bhd to act as the Independent Adviser to advise the Board (save for the interested director) and the holders of the Offer Shares in respect of the fairness and reasonableness of the Offer.

Notification to shareholders in relation to the receipt of the above notice was despatched to the holders of the Offer Shares on 19 October 2017.

The Offer document prepared by Kenanga Investment Bank Berhad, on behalf of the Offeror together with the Form of Acceptance and Transfer was despatched to the holders of the Offer Shares on 1 November 2017.

On 13 November 2017, the Independent Advice Circular in relation to the unconditional mandatory take-over offer was despatched to the holders of the Offer Shares.

The acceptance of the Offer was closed at 5.00 pm on 22 November 2017.

**19. Group borrowings**

The Group's borrowings are as follows:

		As at 30.09.2017 RM'000	As at 31.03.2017 RM'000
<b>Short Term Borrowings:</b>			
<b>Secured</b>			
- Banker acceptance		7,228	4,903
- Hire purchase		27	27
<b>Total Short Term Borrowings</b>	<b>A</b>	<b>7,255</b>	<b>4,930</b>
<b>Long Term Borrowings:</b>			
<b>Secured</b>			
- Hire purchase		137	152
<b>Total Long Term Borrowings</b>	<b>B</b>	<b>137</b>	<b>152</b>
<b>Total Borrowings</b>	<b>(A + B)</b>	<b>7,392</b>	<b>5,082</b>

All borrowings are denominated in Ringgit Malaysia.

**20. Material litigation**

There were no pending material litigation matters as at 30 September 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**

	<b>Current Quarter Ended 30.09.2017</b>	<b>Cumulative Quarter Ended 30.09.2017</b>
Profit/(loss) attributable to owners of the Company (RM'000)	37	(28)
Weighted average number of shares in issue ('000)	421,396	421,396
<b>Profit/(loss) per share (sen)</b>	<b>0.01</b>	<b>(0.01)</b>

**(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 30 September 2017.

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

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

	<b>Current Quarter Ended 30.09.2017 RM'000</b>	<b>Cumulative Quarter Ended 30.09.2017 RM'000</b>
Interest expense	30	108
Depreciation of plant and equipment	97	193
Amortisation of intangible assets	17	34
and after crediting:		
Interest income	(196)	(337)

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 30 September 2017



**25. Realised and unrealised losses**

	<b>As at 30.09.2017</b>	<b>As at 31.03.2017</b>
	<b>RM'000</b>	<b>RM'000</b>
Total accumulated losses of the Company and its subsidiaries:		
- Realised	(123,256)	(123,390)
- Unrealised	-	-
	(123,256)	(123,390)
Less : Consolidation adjustments	123,666	123,828
<b>Total group retained profit as per consolidated accounts</b>	<b>410</b>	<b>438</b>

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

**Tee Lee Leng**  
**Geng Mun Mooi**  
Company Secretaries  
23 November 2017