

**SUMMARY OF KEY FINANCIAL INFORMATION  
FOR THE THIRD QUARTER AND NINE MONTHS ENDED 31 DECEMBER 2019**

	INDIVIDUAL QUARTER			CUMULATIVE QUARTER		
	CURRENT YEAR QUARTER [31/12/2019] RM'000	PRECEDING YEAR CORRESPONDING QUARTER [31/12/2018] RM'000	CHANGES (AMOUNT/ %)	CURRENT YEAR QUARTER [31/12/2019] RM'000	PRECEDING YEAR CORRESPONDING QUARTER [31/12/2018] RM'000	CHANGES (AMOUNT/ %)
1 Revenue	7,858	13,760	-43%	28,925	26,286	10%
2 Operating profit/ (loss)	(2,088)	(597)	-250%	(5,474)	(5,686)	4%
3 Profit/ (Loss) Before Interest and Tax	(2,088)	(597)	-250%	(5,474)	(5,686)	4%
4 Profit / (Loss) before taxation	(2,222)	(679)	-227%	(5,864)	(5,845)	0%
5 Profit / (Loss) for the year	(2,231)	(679)	-229%	(5,873)	(5,845)	0%
6 Profit / (Loss) attributable to owners of the Company	(2,205)	(679)	-225%	(5,846)	(5,844)	0%
7 Basic earning / (loss) per share (sen)	(0.51)	(0.16)		(1.35)	(1.39)	
8 Proposed/Declared dividend per share (sen)	-	-		-	-	
	<b>AS AT END OF CURRENT QUARTER</b>			<b>AS AT PRECEDING FINANCIAL YEAR END</b>		
9 Net assets per share attributable to owners of the Company (RM)		0.04			0.04	

**ADDITIONAL INFORMATION**

	INDIVIDUAL QUARTER			CUMULATIVE QUARTER		
	CURRENT YEAR QUARTER [31/12/2019] RM'000	PRECEDING YEAR CORRESPONDING QUARTER [31/12/2018] RM'000	CHANGES (AMOUNT/ %)	CURRENT YEAR QUARTER [31/12/2019] RM'000	PRECEDING YEAR CORRESPONDING QUARTER [31/12/2018] RM'000	CHANGES (AMOUNT/ %)
1 Gross interest income	47	117	-60%	163	330	-51%
2 Gross interest expense	104	79	32%	292	150	95%

**CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME  
FOR THE THIRD QUARTER AND NINE MONTHS ENDED 31 DECEMBER 2019**  
(The figures have been audited)

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER	PRECEDING YEAR CORRESPONDING QUARTER	CURRENT YEAR QUARTER	PRECEDING YEAR CORRESPONDING QUARTER
	[31/12/2019] RM'000	[31/12/2018] RM'000	[31/12/2019] RM'000	[31/12/2018] RM'000
Revenue	7,858	13,760	28,925	26,286
Operating expenses	(9,997)	(15,995)	(34,583)	(33,830)
Other operating income	51	1,638	184	1,858
Operating profit / (loss)	(2,088)	(597)	(5,474)	(5,686)
Finance costs	(134)	(82)	(390)	(159)
Profit / (Loss) before tax	(2,222)	(679)	(5,864)	(5,845)
Taxation	(9)	-	(9)	-
Profit / (Loss) for the financial period/year	(2,231)	(679)	(5,873)	(5,845)
Other comprehensive income/(loss):				
Foreign currency translation differences	6	-	(1)	94
Other comprehensive income/(loss) for the period/year, net of tax	6	-	(1)	94
Total comprehensive income / (loss) for the period /year	(2,225)	(679)	(5,874)	(5,751)
Profit / (Loss) for the period/year attributed to :				
Owners of the Company	(2,205)	(679)	(5,846)	(5,844)
Non-controlling interest	(26)	-	(27)	(1)
	(2,231)	(679)	(5,873)	(5,845)
Total comprehensive income / (loss) for the period/year attributable to:				
Owners of the Company	(2,199)	(679)	(5,847)	(5,750)
Non-controlling interest	(26)	-	(27)	(1)
	(2,225)	(679)	(5,874)	(5,751)
Earning / (Loss) per share :				
- basic (sen)	(0.51)	(0.16)	(1.35)	(1.39)
- 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)	0.04	0.04

The condensed consolidated statements of comprehensive income should be read in conjunction with the audited financial statements for the year ended 31 March 2019 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 DECEMBER 2019**

	As at 31.12.2019 (Audited) RM'000	As at 31.3.2019 (Audited) RM'000
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	3,056	3,604
Right of use assets	1,470	-
Intangible assets	2,503	1,668
	<u>7,029</u>	<u>5,272</u>
<b>Current Assets</b>		
Inventories	225	298
Trade receivables	11,034	13,372
Other receivables	2,315	2,053
Contract assets	31	455
Amount due from related companies	-	158
Tax recoverable	194	204
Deposits, cash and bank balances	9,586	11,321
	<u>23,385</u>	<u>27,861</u>
<b>TOTAL ASSETS</b>	<u>30,414</u>	<u>33,133</u>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to owners of the Company</b>		
Share capital	51,177	43,863
Merger deficit	(13,509)	(13,509)
Foreign exchange reserve	116	117
Retained profit / (Accumulated losses)	(21,138)	(15,292)
	<u>16,646</u>	<u>15,179</u>
<b>Non-controlling interest</b>	472	141
<b>Total equity</b>	<u>17,118</u>	<u>15,320</u>
<b>Non-current liabilities</b>		
Long term borrowings	69	92
Lease Liabilities	404	-
	<u>473</u>	<u>92</u>
<b>Current Liabilities</b>		
Trade payables	1,405	2,538
Other payables	1,984	3,453
Contract liabilities	2,316	4,285
Short term borrowings	5,272	7,174
Lease Liabilities	1,105	-
Amount due to ultimate holding company	105	-
Amount due to immediate holding company	23	-
Amount due to a related company	602	258
Provision for taxation	11	13
<b>Total current liabilities</b>	<u>12,823</u>	<u>17,721</u>
<b>Total liabilities</b>	<u>13,296</u>	<u>17,813</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u>30,414</u>	<u>33,133</u>
Net assets per share (RM)	<u>0.04</u>	<u>0.04</u>

The condensed consolidated statement of financial position should be read in conjunction with the audited financial statements for the year ended 31 March 2019 and the accompanying explanatory notes attached to the interim financial statements.

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE THIRD QUARTER AND NINE MONTHS ENDED 31 DECEMBER 2019

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

	Share Capital RM'000	Share premium RM'000	Merger deficit RM'000	Foreign exchange reserve	Retained profit/ (Accumulated losses) RM'000	Total RM'000	Non- controlling Interest RM'000	Total Equity RM'000
<b>At 1 April 2019</b>	43,863	-	(13,509)	117	(15,292)	15,179	141	15,320
Loss for the financial period / year	-	-	-	-	(5,846)	(5,846)	(27)	(5,873)
Foreign currency translation loss of foreign operations	-	-	-	(1)	-	(1)	-	(1)
Total comprehensive loss for the period/ year	-	-	-	(1)	(5,846)	(5,847)	(27)	(5,874)
Transactions with owners :								
Issuance of new Ordinary Shares	7,314	-	-	-	-	7,314	-	7,314
Non-controlling interest arising from investment in a subsidiary company	-	-	-	-	-	-	358	358
Total transactions with owners	7,314	-	-	-	-	7,314	358	7,672
<b>At 31 December 2019</b>	51,177	-	(13,509)	116	(21,138)	16,646	472	17,118

Note 1

The condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the year ended 31 March 2019 and the accompanying explanatory notes attached to the interim financial statements.

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE THIRD QUARTER AND NINE MONTHS ENDED 31 DECEMBER 2019

Note 1:

On 29 October 2018, the Company has announced that it proposes to undertake a private placement of up to 42,139,500 new ordinary shares in the Company ("Placement Shares"), representing up to 10% of the issued and paid-up share capital of the Company ("Proposed Private Placement") pursuant to Sections 75 and 76 of the Companies Act 2016. The Bursa Securities has vide its letter dated 16 May 2019 approved the aforesaid application for extension of time to 28 November 2019 for the completion of the exercise.

The first tranche of the Placement Shares was listed and quoted on the Main Market of Bursa Securities on 11 July 2019 as announced on 10 July 2019. The issuance of the Placement Shares of 6,000,000 at RM0.17 each has increased the issued and paid-up share capital of the Company from RM43,863,470.84 representing 421,395,824 ordinary shares to RM44,883,470.84 representing 427,395,824 ordinary shares and raised proceeds of RM1,020,000.

The second tranche of the Placement Shares was listed and quoted on the Main Market of Bursa Securities on 30 August 2019 as announced on 29 August 2019. The issuance of the Placement Shares of 10,000,000 at RM0.17 each has increased the issued and paid-up share capital of the Company from RM44,883,470.84 representing 427,395,824 ordinary shares to RM46,583,470.84 representing 437,395,824 ordinary shares and raised proceeds of RM1,700,000.

The third tranche of the Placement Shares was listed and quoted on the Main Market of Bursa Securities on 30 October 2019 as announced on 29 October 2019. The issuance of the Placement Shares of 10,000,000 at RM0.177 each has increased the issued and paid-up share capital of the Company from RM46,583,470.84 representing 437,395,824 ordinary shares to RM48,353,470.84 representing 447,395,824 ordinary shares and raised proceeds of RM1,770,000.

The final tranche of the Placement Shares was listed and quoted on the Main Market of Bursa Securities on 19 November 2019 as announced on 18 November 2019. The issuance of the Placement Shares of 16,139,500 at RM0.175 each has increased the issued and paid-up share capital of the Company from RM48,353,470.84 representing 447,395,824 ordinary shares to RM 51,177,883.34 representing 463,535,324 ordinary shares and raised proceeds of RM2,824,412.50.

The Private Placement of 42,139,500 new ordinary shares was completed on 19 November 2019 and has raised total proceeds of RM 7,314,412.50.

The condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the year ended 31 March 2019 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 2019

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

	Share Capital RM'000	Share premium RM'000	Merger deficit RM'000	Foreign exchange reserve	Retained profit/ Accumulated losses RM'000	Total RM'000	Non-controlling interest RM'000	Total Equity RM'000
<b>At 1 April 2018</b>	43,863	-	(13,509)	40	(3,467)	26,927	3	26,930
Loss for the financial year	-	-	-	-	(11,836)	(11,836)	(1)	(11,837)
Foreign currency translation loss of foreign operations	-	-	-	77	-	77	-	77
Total comprehensive loss for the year	-	-	-	77	(11,836)	(11,759)	(1)	(11,760)
Transactions with owners :								
Non-controlling interest arising from increase of share capital of a subsidiary	-	-	-	-	11	11	139	150
Total transactions with owners	-	-	-	-	11	11	139	150
<b>At 31 March 2019</b>	43,863	-	(13,509)	117	(15,292)	15,179	141	15,320

Note 1

**Note 1:**

On 2 April 2018, the issued share capital of Tamadun was increased from 10,000 ordinary shares to 500,000 ordinary shares and the new shares shall rank pari passu in all respects with the existing ordinary shares. On the same date, Tamadun had disposed 150,000 ordinary shares to an outside corporation for a consideration of RM150,000, representing 30% of the equity interest in Tamadun and thereafter, the Group 's shareholding in Tamadun was reduced from 100% to 70%.

The condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the year ended 31 March 2019 and the accompanying explanatory notes attached to the interim financial statements.

CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS  
AS AT 31 DECEMBER 2019

	31.12.2019 (Audited) RM'000	31.03.2019 (Audited) RM'000
<b>Cash Flow from Operating Activities</b>		
Loss before taxation	(5,864)	(11,824)
Adjustment for :-		
Non-cash items	1,849	2,755
Non-operating items	108	(46)
<b>Operating loss before working capital changes</b>	<b>(3,907)</b>	<b>(9,115)</b>
(Increase) / Decrease in inventories	30	(15)
(Increase) / Decrease in receivables	2,094	(1,760)
(Increase) / Decrease in contract asset	424	(455)
Increase/ (Decrease) in payables	(2,601)	1,343
Increase in right of use assets	(2,520)	-
Increase in lease liabilities	1,509	-
Increase/ (Decrease) in contract liabilities	(1,969)	4,285
Decrease in amount due from related companies	158	446
Increase in amount due to ultimate holding company	105	-
Increase in amount due to immediate holding company	23	-
Increase in amount due to a related company	344	258
<b>Cash used in operations</b>	<b>(6,310)</b>	<b>(5,013)</b>
Tax paid	(102)	(98)
Tax refunded	100	124
Interest received	184	294
Interest paid	(292)	(248)
<b>Net cash used in operating activities</b>	<b>(6,420)</b>	<b>(4,941)</b>
<b>Cash flow from Investing Activities</b>		
Purchase of plant and equipment	(66)	(2,492)
Purchase of intangible assets	(996)	(1,586)
Proceed from disposal of plant and equipment	-	2
Proceeds from issuance of new Ordinary Shares	7,314	-
Proceeds from issuance of shares in a subsidiary to non controlling interest	358	150
<b>Net cash generated / (used) in investing activities</b>	<b>6,610</b>	<b>(3,926)</b>
<b>Cash flow from Financing Activities</b>		
Repayment borrowings	(2,409)	(1,799)
Payment of hire purchase liabilities	(21)	(30)
<b>Net cash used in from financing activities</b>	<b>(2,430)</b>	<b>(1,829)</b>
<b>Net decrease in cash and cash equivalents</b>	<b>(2,240)</b>	<b>(10,696)</b>
Effect of exchange rate fluctuations	-	77
<b>Cash and cash equivalents at beginning of the period / year</b>	<b>9,846</b>	<b>20,465</b>
<b>Cash and cash equivalents at end of the period / year</b>	<b>7,606</b>	<b>9,846</b>

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

	As at 31.12.2019 RM'000	As at 31.03.2019 RM'000
Deposits with licensed commercial banks	6,352	7,641
Cash and bank balances	3,234	3,680
	9,586	11,321
Short Term Borrowing :		
-Overdraft	(1,980)	(1,475)
<b>Cash and cash equivalents</b>	<b>7,606</b>	<b>9,846</b>

The condensed consolidated cash flow statement should be read in conjunction with the audited financial statements for the year ended 31 March 2019 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”) and the provisions of the Companies Act 2016 in Malaysia.

The interim financial statements should be read in conjunction with the Group’s audited financial statements for the financial year ended 31 March 2019. The significant accounting policies adopted are consistent with those of the audited financial statements for the financial year ended 31 March 2019 except for the adoption of the following new and revised Malaysian Financial Reporting Standards (“MFRS”), Amendments to MFRSs and IC Interpretations:

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

MFRS 16 Leases

Amendments to MFRS 128 – Long term interest in Associates and Joint Ventures

Amendment to MFRS 9 – Prepayment Features with Negative Compensation

Amendments to MFRS 119 – Plan Amendment Curtailment or Settlement

Amendment to MFRSs Classified as “Annual Improvements to MFRS Standard 2015-2017 Cycle”:

-Amendment to MFRS 3, Business Combination and MFRS 11, Joint Arrangement –Previously Held interest in a Joint Operation,

-Amendment to MFRS 112 Income Tax- Income tax Consequences of Payment on Financial Instrument Classified as Equity

- Amendment to MFRS 123, Borrowing Cost- Borrowing Costs Eligible for Capitalisation

IC Interpretation 23 Uncertainty over Income Tax Treatment.

### **MFRS 16 Leases**

MFRS16 will supersede the existing MFRS 117 Leases, IC Interpretation 4 Determining whether an Arrangement contains a Lease, IC Interpretation 115 Operating Leases – Incentives and IC Interpretation 127 Evaluating the Substance of Transactions Involving the Legal Form of a Lease and it sets out the principles for the recognition, measurement, presentation and disclosures of leases.

The new MFRS 16 introduces a single accounting model and requires a lessee to recognise assets and liabilities for the rights and obligations arising from all leases and hence eliminates the distinction between finance leases and operating leases. As a consequence, a lessee recognises the right-of-use assets and lease liabilities arising from this operating leases. The right-of-use asset is depreciated in accordance with the principle in MFRS 116 Property, Plant and Equipment and the lease liability is accreted over time with interest expense recognise in profit or loss.

The Group, as a lessee has operating leases for office premises and is required to recognise the lease assets as right-of-use assets and the corresponding lease liabilities in its financial statements in the initial period of application of MFRS 16. The charge of operating lease rental on a straight line basis to profit or loss is replaced with the appropriate depreciation on the right-of-use assets and interest expense on the lease liabilities. Leases are recognized as right-of-use assets and corresponding lease liabilities at the date of which the leased assets are available for use by the Group. Lease liabilities are based on the present value of future lease payments calculated using the incremental borrowing rate. Lease payments would be split into principal and interest payments, using the effective interest method. Correspondingly, the right-of-use (“ROU”) assets are based on the present value of the lease liabilities at the commencement date of the lease. The ROU asset will be depreciated on a straight-line basis over the lease term of the leased asset.



**Amendments to MFRSs and IC Interpretation (Cont'd)**

The effect arising from the adoption of MFRS16 is disclosed as below:

Adoption of MFRS16 Leases	As previously reported 31 March 2019	Adjustment	As reported under MFRS 16 Leases 1 April 2019
	RM'000	RM'000	RM'000
<b>Non current assets</b>			
Right of use assets	-	2,520	2,520
<b>Current Liabilities</b>			
Lease Liabilities	-	1,360	1,360
<b>Non-current liabilities</b>			
Lease Liabilities	-	1,160	1,160

The Group has adopted the changes in accounting policies for MFRS 16 Leases on 1 April 2019 and applied the simplified transition approach in accordance with the transition requirements, comparatives are not restated.

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:

**Amendments to MFRSs and IC Interpretation (Cont'd)****(b) Effective for financial periods beginning on or after 1 January 2020**

Amendments to MFRS 3 - Definition of a Business

Amendments to MFRS 101 and Amendments to MFRS 108 - Definition of Material

Amendments to MFRS 9, MFRS 139 and MFRS 107 – Interest Rate Benchmark Reform

**(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 2019 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 31 December 2019 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 and Trading</i>	28,040	140	( 140)	28,040
(b) <i>Payment Solutions &amp; Services</i>	885			885
<b>SALES BY SEGMENT</b>	<b>28,925</b>	<b>140</b>	<b>( 140)</b>	<b>28,925</b>
(a) <i>IT Related Products and Services and Trading</i>	(5,908)		5,266	(642)
(b) <i>Payment Solutions &amp; Services</i>	(227)			(227)
<b>SEGMENT RESULTS</b>	<b>(6,135)</b>	<b>-</b>	<b>5,266</b>	<b>(869)</b>
Interest income				184
Unallocated expenses				(4,887)
Loss from operations				(5,572)
Interest expenses				(292)
Loss before taxation				(5,864)
Taxation				(9)
Loss after taxation				(5,873)

## 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 which occurred during the current quarter under review.

## 11. Changes in the composition of the Group

On 25 June 2019, the Group has announced that a wholly-owned subsidiary of Dataprep Holdings Bhd (“DHB”), Dataprep International (Labuan) Ltd has incorporated a company in Indonesia, PT Dataprep Teknologi Indonesia (“PTDTI”) with shareholding of 65%.

The Ministry of Law and Human Rights of the Republic of Indonesia, pursuant to its decision (Daftar Perseroan No.AHU-0098106.AH.01.11.Tahun 2019) dated 25 June 2019 has approved the deed of establishment of PT Dataprep Teknologi Indonesia resulting in PTDTI being duly established and granted its legal entity status.

The incorporation of PTDTI is to expand the business capacity in Indonesian market and to work further following the recent strategic collaboration with PT Asia Pelangi Remiten in Information and Communication Technologies (ICT) areas.

PTDTI is a limited liability company with an authorised share capital of USD 250,000 comprising 250,000 shares each having a nominal value of USD1.00. The estimated total issued and paid-up capital is USD250,000, to be subscribed by one of the Company's wholly owned investment holding company and one Indonesian company as follows – Dataprep International (Labuan) Ltd – 162,500 shares (65%) and PT Asia Pelangi Remiten – 87,500 shares (35%). The issued capital of PTDTI will be increased as and when necessary to support the business growth. The intended principal activity of PTDTI is conducting the business of sales and marketing of its ICT products, software and services for the Indonesian market. The business will be located in Kota Jakarta Selatan.

The incorporation of PTDTI is not expected to have any material impact on the Group's earnings, net assets and gearing of DHB for the current financial year. The incorporation has no effects on the issued share capital and substantial shareholders' of DHB.

## 12. Change of financial year end

Dataprep Holdings Bhd (“the Company”) announced on 23 September 2019 that the Board of Directors of the Company has approved the change of financial year end from 31 March to 31 December to be coterminous with the financial year end of the ultimate holding company of the Company, Widad Business Group Sdn Bhd.

The audited financial statements for the financial period ended 31 December 2019 was for a period of nine months from 1 April 2019 to 31 December 2019.

## 13. Changes in contingent liabilities (Secured)

Contingent Liabilities :-	Group		
	31.12.2019 RM'000	31.03.2019 RM'000	Increase/ (decrease) RM'000
Corporate guarantee given to financial institutions for performance guarantee of a subsidiary (secured)	545	570	(25)
	545	570	(25)

## 14. Review of performance

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

	INDIVIDUAL QUARTER			CUMULATIVE QUARTER		
	CURRENT YEAR QUARTER [31/12/2019] RM'000	PRECEDING YEAR CORRESPONDING QUARTER [31/12/2018] RM'000	CHANGES (AMOUNT/ %)	CURRENT YEAR QUARTER [31/12/2019] RM'000	PRECEDING YEAR CORRESPONDING QUARTER [31/12/2018] RM'000	CHANGES (AMOUNT/ %)
Revenue	7,858	13,760	-43%	28,925	26,286	10%
Operating profit / (loss)	(2,088)	(597)	-250%	(5,474)	(5,686)	4%
Profit / (Loss) Before Interest and Tax	(2,088)	(597)	-250%	(5,474)	(5,686)	4%
Profit / (Loss) before taxation	(2,222)	(679)	-227%	(5,864)	(5,845)	0%
Profit / (Loss) for the year	(2,231)	(679)	-229%	(5,873)	(5,845)	0%
Profit / (Loss) attributable to owners of the Company	(2,205)	(679)	-225%	(5,846)	(5,844)	0%

The Group’s revenue for the current quarter of RM7.86 million was lower than the preceding year corresponding quarter of RM13.76 million due to fewer delivery services projects secured.

The loss before taxation of RM2.22 million in the current quarter as against loss before taxation of RM0.68 million in the preceding year corresponding quarter was due to fewer delivery services projects secured.

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

**a. Comparison of results for the current quarter with the preceding year corresponding quarter (Cont'd)**

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

IT Related Products and Services and Trading

The revenue for the current quarter of RM7.52 million was lower than the preceding year corresponding quarter of RM13.54 million due to fewer delivery services projects secured.

The loss before taxation of RM0.56 million in the current quarter as against a profit before taxation of RM1.23million in the preceding year corresponding quarter was due to lower revenue and low gross profit margin contribution from delivery services projects.

Payment Solutions and Services

The revenue has increased from RM0.22 million in the preceding year corresponding quarter to RM0.33million in the current quarter due to higher merchant discount rate income earned.

This segment recorded a lower loss before taxation of RM0.016million in the current quarter as against a loss before taxation of RM0.24 million in the preceding year corresponding quarter due to improvement in revenue.

**b. Comparison of results for the current cumulative quarter ended 31 December 2019 with the preceding year corresponding cumulative quarter ended 31 December 2018.**

The Group's revenue for the current cumulative quarter of RM28.93 million was higher than the preceding year corresponding cumulative quarter of RM26.29 million due to more managed services projects secured.

The Group recorded a loss before taxation of RM5.85 million in the current cumulative quarter as against a loss before taxation of RM5.84 million in the preceding year corresponding cumulative quarter.

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

IT Related Products and Services and Trading

The revenue for the current cumulative quarter of RM28.00 million was higher than the preceding year corresponding cumulative quarter of RM25.60 million due to more managed services projects secured.

The lower loss before taxation of RM0.64million in the current cumulative quarter as against a loss before taxation of RM0.70 million in the preceding year corresponding cumulative quarter was due to improvement of revenue and better gross profit margin contribution from managed services projects.

**14. Review of performance (Cont'd)****b. Comparison of results for the current cumulative quarter ended 31 December 2019 with the preceding year corresponding cumulative quarter ended 31 December 2018 (Cont'd).**Payment Solutions and Services

The revenue has increased from RM0.69million in the preceding year corresponding cumulative quarter to RM0.88 million in the current cumulative quarter due to higher merchant discount rate income earned.

The lower loss before taxation of RM0.23million in the current cumulative quarter as against a loss before taxation of RM0.61million in the preceding year corresponding cumulative quarter was due to higher merchant discount rate resulting an improvement of revenue.

**c. Assets and Liabilities**

Total assets decreased from RM33.13 million as at 31 March 2019 to RM 30.41 million as at 31 December 2019 attributable to lower cash and bank balances due to settlement of bank borrowings and also lower of trade receivables.

Total liabilities decrease from RM17.81 million as at 31 March 2019 to RM13.30 million as at 31 December 2019 was due to settlement of payables and borrowings and lower contract liabilities.

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

		CURRENT YEAR QUARTER [31/12/2019] RM'000	IMMEDIATE PRECEDING QUARTER [30/09/2019] RM'000	CHANGES (AMOUNT/%)
1	Revenue	7,858	10,963	-28%
2	Operating profit / (loss)	(2,088)	(662)	-215%
3	Profit / (Loss) Before Interest and Tax	(2,088)	(662)	-215%
4	Profit / (Loss) before taxation	(2,222)	(768)	-189%
5	Profit / (Loss) for the year	(2,231)	(768)	-190%
6	Profit / (Loss) attributable to owners of the Company	(2,205)	(768)	-187%

The Group's revenue for the current quarter was RM7.86 million as compared to the immediate preceding quarter of RM10.96 million. Lower revenue was due to fewer delivery services projects

The Group recorded a loss before taxation of RM2.22 million in the current quarter as compared to a lower loss before taxation of RM0.77 million in the immediate preceding quarter. The loss before taxation in the current quarter was due to lower revenue and low gross profit margin contribution from delivery services projects.

## 16. Prospects

The Group continues to undertake measures to improve the financial performance by securing more projects, identifying new business opportunities by collaborating with strategic ICT partners, participating in more tenders, maintaining good relationship with existing customers by providing quality deliveries and also to enlarge its customers' base by emphasizing on its good deliveries record and nationwide services. The Group plans to increase revenue in both the public and private sector particularly Financial Services Industry, Oil & Gas and any other untapped industries to secure more projects.

The Group's subsidiary, Dataprep Payment Solutions Sdn Bhd was granted approval by Bank Negara Malaysia on 13 November 2019 for issuing Designated Payment Instrument (electronic money or e-money) under Section 11 of the Financial Services Act 2013. The Group is targeting the e-money for the education sector to boost the revenue of payment solutions and services segment.

The Group will work towards improving the profitability and revenue of all segments, by leveraging on the upcoming new business opportunities locally and abroad and to focus on securing more projects with better profit margin in the forthcoming financial year.

## 17. Taxation

	<b>Current Year Quarter Ended 31.12.2019 RM'000</b>	<b>Cumulative Year Quarter Ended 31.12.2019 RM'000</b>
Income tax		
- Current year	11,000	11,000
- Overprovision in prior year	(2,000)	(2,000)
<b>Tax expense</b>	<b>9,000</b>	<b>9,000</b>

## 18. Status of corporate exercise

## **18. Status of corporate exercise**

On 29 October 2018, the Company has announced that it proposes to undertake a private placement of up to 42,139,500 new ordinary shares in the Company (“Placement Shares”), representing up to 10% of the issued and paid-up share capital of the Company (“Proposed Private Placement”) pursuant to Sections 75 and 76 of the Companies Act 2016. The Placement Shares shall be placed to third party investors to be identified and at an issue price to be determined at a later date. The proceeds to be raised from the proposed private placement shall be utilised for repayment of bank borrowings, working capital requirements and to settle the expenses for the corporate exercise.

The Company's application for the listing of and quotation for the Placement Shares was approved by Bursa Malaysia Securities Berhad (“Bursa Securities”) on 29 November 2018.

On 10 May 2019, the Company further announced that the Company has submitted an application to Bursa Securities for an extension of approximately 6 months up to 28 November 2019 for the Company to complete the implementation of the Proposed Private Placement. On 17 May 2019, the Company announced that Bursa Securities vide its letter dated 16 May 2019 has approved the aforesaid application for extension of time to 28 November 2019 for the completion of the exercise.

On 4 July 2019, the Company announced that the Board has fixed the issue price for the first tranche of the Placement Shares at RM0.17 each (“Issue Price”). The Issue Price represents a discount of approximately RM0.0185 or 9.81% to the 5-day volume weighted average market price of the Dataprep Holdings Bhd (“DHB”) Shares up to and including 3 July 2019 of RM0.1885 per DHB Share.

The first tranche of the Placement Shares was listed and quoted on the Main Market of Bursa Securities on 11 July 2019 as announced on 10 July 2019. The issuance of the Placement Shares of 6,000,000 at RM0.17 each has increased the issued and paid-up share capital of the Company from RM43,863,470.84 representing 421,395,824 ordinary shares to RM44,883,470.84 representing 427,395,824 ordinary shares and raised proceeds of RM1,020,000.

On 23 August 2019, the Company announced that it has fixed the issue price for the second tranche of the Placement Shares at RM0.17 each (“Issue Price”). The Issue Price represents a discount of approximately RM0.0049 or 2.80% to the 5-day volume weighted average market price of the DHB Shares up to and including 22 August 2019 of RM0.1749 per DHB Share.

The second tranche of the Placement Shares was listed and quoted on the Main Market of Bursa Securities on 30 August 2019 as announced on 29 August 2019. The issuance of the Placement Shares of 10,000,000 at RM0.17 each has increased the issued and paid-up share capital of the Company from RM44,883,470.84 representing 427,395,824 ordinary shares to RM46,583,470.84 representing 437,395,824 ordinary shares and raised proceeds of RM1,700,000.

Subsequent to the current quarter, on 22 October 2019, the Company announced that it has fixed the issue price for the third tranche of the Placement Shares at RM0.177 each (“Issue Price”). The Issue Price represents a discount of approximately RM0.0194 or 9.88% to the 5-day volume weighted average market price of the DHB Shares up to and including 21 October 2019 of RM0.1964 per DHB Share.

The third tranche of the Placement Shares was listed and quoted on the Main Market of Bursa Securities on 30 October 2019 as announced on 29 October 2019. The issuance of the Placement Shares of 10,000,000 at RM0.177 each has increased the issued and paid-up share capital of the Company from RM46,583,470.84 representing 437,395,824 ordinary shares to RM48,353,470.84 representing 447,395,824 ordinary shares and raised proceeds of RM1,770,000.



**18. Status of corporate exercise (Cont'd)**

On 12 November 2019, the Company announced that it has fixed the issue price for the final tranche of the Placement Shares at RM0.1750 each (“Issue Price”). The Issue Price represents a discount of approximately RM0.0164 or 8.57% to the 5-day volume weighted average market price of the DHB Shares up to and including 11 November 2019 of RM0.1914 per DHB Share.

The final tranche of the Placement Shares was listed and quoted on the Main Market of Bursa Securities on 19 November 2019 as announced on 18 November 2019. The issuance of the Placement Shares of 16,139,500 at RM0.175 each has increased the issued and paid-up share capital of the Company from RM48,353,470.84 representing 447,395,824 ordinary shares to RM 51,177,883.34 representing 463,535,324 ordinary shares and raised proceeds of RM2,824,412.50.

The Private Placement of 42,139,500 new ordinary shares was completed on 19 November 2019 and has raised total proceeds of RM 7,314,412.50.

The first, second, third and final tranches’ proceeds raised of RM 7,314,412.50 from the Private Placement were utilized as follows:-

	Proceeds *1st Tranche RM	Proceeds **2nd Tranche RM	Proceeds ***3rd Tranche RM	Proceeds ****Final Tranche RM	Total Proceeds RM
Repayment of bank borrowings	369,000.00	500,000.00	1,375,759.00	2,342,987.00	4,587,746.00
Working capital requirements	609,469.00	1,180,178.00	373,603.00	450,563.59	2,613,813.59
Settlement of expenses for the corporate exercise	41,531.00	19,822.00	20,638.00	30,861.91	112,852.91
	<u>1,020,000.00</u>	<u>1,700,000.00</u>	<u>1,770,000.00</u>	<u>2,824,412.50</u>	<u>7,314,412.50</u>

\* 1st Tranche proceeds of RM1,020,000 was utilised in July 2019

\*\* 2nd Tranche proceeds of RM1,700,00 was utilised in September 2019

\*\*\* 3rd Tranche proceeds of RM1,770,00 was utilised in November 2019

\*\*\*\* Final Tranche proceeds of RM2,824,412.50 was utilised in November 2019

**19. Event subsequent to the end of reporting period**

There were no subsequent events which occurred during the current quarter under review.

**20. Group borrowings**

The Group borrowings are as follows:

		As at 31.12.2019 RM'000	As at 31.03.2019 RM'000
<b>Short Term Borrowings:</b>			
<b>Secured :</b>			
- Banker acceptances		3,261	5,670
- Bank overdraft		1,980	1,475
- Hire purchase payables		31	29
<b>Total Short Term Borrowings</b>	<b>A</b>	<b>5,272</b>	<b>7,174</b>
<b>Long Term Borrowings:</b>			
<b>Secured :</b>			
- Hire purchase payables		69	92
<b>Total Long Term Borrowings</b>	<b>B</b>	<b>69</b>	<b>92</b>
<b>Total Borrowings</b>	<b>(A + B)</b>	<b>5,341</b>	<b>7,266</b>

All borrowings are denominated in Ringgit Malaysia.

**21. Material litigation**

There was no material litigation as at 31 December 2019.

**22. Dividend proposed or declared**

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

**23. Loss per share**

**(a) Basic**

	Current Quarter Ended 31.12.2019	Cumulative Quarter Ended 31.12.2019
Loss attributable to owners of the Company (RM'000)	(2,205)	(5,846)
Weighted average number of shares in issue ('000)	434,516	434,516
<b>Loss per share (sen)</b>	<b>(0.51)</b>	<b>(1.35)</b>

**(b) Diluted**

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

**24. Capital commitment**

The Group has no material capital commitment as at 31 December 2019.

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

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

	<b>Current Quarter Ended 31.12.2019 RM'000</b>	<b>Cumulative Quarter Ended 31.12.2019 RM'000</b>
Interest expense	104	292
Depreciation of plant and equipment	203	614
Amortisation of intangible assets	23	161
Bad debts write off	9	9
Allowance for obsolete inventories	8	44
and after crediting:		
Interest income	(47)	(163)
Net allowance / (write-back of allowance) for doubtful debts	(22)	(22)

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 December 2019.

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

**Geng Mun Mooi (MIA 8365)**  
**Nor Fazieana Daud (MAICSA 7067115)**  
**Leong Shiak Wan (MAICSA 7012855)**  
**Zuriati Binti Yaacob (LS0009971)**

**Company Secretaries**  
**27 February 2020**