

SUMMARY OF KEY FINANCIAL INFORMATION  
FOR THE FIRST QUARTER AND THREE MONTHS ENDED 31 MARCH 2023

	INDIVIDUAL QUARTER			CUMULATIVE QUARTER		
	CURRENT YEAR QUARTER [31/03/2023] RM'000	PRECEDING YEAR CORRESPONDING QUARTER [31/03/2022] RM'000	CHANGES (AMOUNT/ %)	CURRENT YEAR QUARTER [31/03/2023] RM'000	PRECEDING YEAR CORRESPONDING QUARTER [31/03/2022] RM'000	CHANGES (AMOUNT/ %)
1 Revenue	6,310	5,076	24%	6,310	5,076	24%
2 Operating profit/ (loss)	(3,899)	(2,528)	-54%	(3,899)	(2,528)	-54%
3 Profit/ (Loss) Before Interest and Tax	(3,899)	(2,528)	-54%	(3,899)	(2,528)	-54%
4 Profit / (Loss) before taxation	(4,015)	(2,650)	-52%	(4,015)	(2,650)	-52%
5 Profit / (Loss) for the year	(3,952)	(2,650)	-49%	(3,952)	(2,650)	-49%
6 Profit / (Loss) attributable to owners of the Company	(3,823)	(2,659)	-44%	(3,823)	(2,659)	-44%
7 Basic loss per share (sen)	(0.55)	(0.40)		(0.55)	(0.40)	
8 Diluted loss per share (sen)	-	-		-	-	
9 Proposed/Declared dividend per share (sen)	-	-		-	-	
	AS AT END OF CURRENT QUARTER			AS AT PRECEDING FINANCIAL YEAR END		
10 Net assets per share attributable to owners of the Company (RM)		0.09			0.10	

ADDITIONAL INFORMATION

	INDIVIDUAL QUARTER			CUMULATIVE QUARTER		
	CURRENT YEAR QUARTER [31/03/2023] RM'000	PRECEDING YEAR CORRESPONDING QUARTER [31/03/2022] RM'000	CHANGES (AMOUNT/ %)	CURRENT YEAR QUARTER [31/03/2023] RM'000	PRECEDING YEAR CORRESPONDING QUARTER [31/03/2022] RM'000	CHANGES (AMOUNT/ %)
1 Gross interest income	10	43	-77%	10	43	-77%
2 Gross interest expense	112	118	-5%	112	118	-5%

**CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME  
FOR THE FIRST QUARTER AND THREE MONTHS ENDED 31 MARCH 2023  
(The figures have not been audited)**

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER [31/12/2022] RM'000	PRECEDING YEAR CORRESPONDING QUARTER [31/03/2022] RM'000	CURRENT YEAR QUARTER [31/03/2023] RM'000	PRECEDING YEAR CORRESPONDING QUARTER [31/03/2022] RM'000
Revenue	6,310	5,076	6,310	5,076
Operating expenses	(10,227)	(7,653)	(10,227)	(7,653)
Other operating income	18	49	18	49
Operating profit / (loss)	(3,899)	(2,528)	(3,899)	(2,528)
Finance costs	(116)	(122)	(116)	(122)
Profit / (Loss) before tax	(4,015)	(2,650)	(4,015)	(2,650)
Taxation	63	-	63	-
Profit / (Loss) for the financial period/year	(3,952)	(2,650)	(3,952)	(2,650)
Other comprehensive income/(loss):				
Foreign currency translation differences	(30)	(5)	(30)	(5)
Other comprehensive income/(loss) for the period/year, net of tax	(30)	(5)	(30)	(5)
Total comprehensive income / (loss) for the period /year	(3,982)	(2,655)	(3,982)	(2,655)
Profit / (Loss) for the period/year attributed to :				
Owners of the Company	(3,823)	(2,659)	(3,823)	(2,659)
Non-controlling interest	(129)	9	(129)	9
	(3,952)	(2,650)	(3,952)	(2,650)
Total comprehensive income / (loss) for the period/year attributable to:				
Owners of the Company	(3,853)	(2,664)	(3,853)	(2,664)
Non-controlling interest	(129)	9	(129)	9
	(3,982)	(2,655)	(3,982)	(2,655)
Earning / (Loss) per share :				
- basic (sen)	(0.55)	(0.40)	(0.55)	(0.40)
- diluted (sen)	-	-	-	-
	<b>AS AT END OF CURRENT QUARTER</b>		<b>AS AT PRECEDING FINANCIAL YEAR END</b>	
Net assets per share (RM)		0.09		0.10

The condensed consolidated statements of comprehensive income should be read in conjunction with the audited financial statements for the 12 months ended 31 December 2022 and the accompanying explanatory notes attached to the interim financial statements.

CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION  
AS AT 31 MARCH 2023

	As at 31.03.2023 (Unaudited) RM'000	As at 31.12.2022 (Audited) RM'000
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	18,683	19,362
Investment property	561	564
Intangible assets	5,233	5,654
Right of use assets	2,018	2,328
Goodwill	1,168	1,168
	<u>27,663</u>	<u>29,076</u>
<b>Current Assets</b>		
Inventories	7,360	7,394
Trade receivables	15,714	11,425
Other receivables	19,429	19,564
Contract assets	6,368	7,074
Amount due from related companies	389	387
Tax recoverable	599	564
Deposits, cash and bank balances	9,660	12,962
	<u>59,519</u>	<u>59,370</u>
<b>TOTAL ASSETS</b>	<u>87,182</u>	<u>88,446</u>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to owners of the Company</b>		
Share capital	141,037	138,537
Merger deficit	(13,509)	(13,509)
Foreign exchange reserve	28	58
Share Option Reserve	216	216
Retained profit / (Accumulated losses)	(64,023)	(60,200)
	<u>63,749</u>	<u>65,102</u>
<b>Non-controlling interest</b>	<u>1,705</u>	<u>1,834</u>
<b>Total equity</b>	<u>65,454</u>	<u>66,936</u>
<b>Non-current liabilities</b>		
Long term borrowings	906	988
Lease Liabilities	880	1,197
Deferred Tax Liabilities	1,122	1,185
	<u>2,908</u>	<u>3,370</u>
<b>Current Liabilities</b>		
Trade payables	1,767	2,701
Other payables	2,521	2,335
Contract liabilities	9,166	4,871
Amount due to a related company	170	23
Short term borrowings	3,955	6,988
Lease liabilities	1,241	1,222
Provision for taxation	-	-
<b>Total current liabilities</b>	<u>18,820</u>	<u>18,140</u>
<b>Total liabilities</b>	<u>21,728</u>	<u>21,510</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u>87,182</u>	<u>88,446</u>
Net assets per share (RM)	<u>0.09</u>	<u>0.10</u>

The condensed consolidated cash flow statement should be read in conjunction with the audited financial statements for the 12 months ended 31 December 2022 and the accompanying explanatory notes attached to the interim financial statements.

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE FIRST QUARTER AND THREE MONTHS ENDED 31 MARCH 2023

←----- Attributable to the Owners of the Company ----->

	Share Capital RM'000	Merger deficit RM'000	Foreign exchange reserve RM'000	Share Options Reserve RM'000	Accumulated losses RM'000	Total RM'000	Non- controlling Interest RM'000	Total Equity RM'000
<b>At 1 January 2023</b>	138,537	(13,509)	58	216	(60,200)	65,102	1,834	66,936
Loss for the financial year	-	-	-	-	(3,823)	(3,823)	(129)	(3,952)
Foreign currency translation loss of foreign operations	-	-	(30)	-	-	(30)	-	(30)
Total comprehensive loss for the year	-	-	(30)	-	(3,823)	(3,853)	(129)	(3,982)
Transactions with owners :								
Issuance of new ordinary shares through - Private Placement	2,500	-	-	-	-	2,500	-	2,500
Total transactions with owners	2,500	-	-	-	-	2,500	-	2,500
<b>At 31 March 2023</b>	141,037	(13,509)	28	216	(64,023)	63,749	1,705	65,454

□ - Note 1

**Note 1**

On 28 March 2023, the Company has announced the private placement of 15,375,100 new ordinary shares ("Placement Shares") in the Company with the listing and quotation of the Placement Shares on the Main Market of Bursa Malaysia Securities Berhad ("Bursa Securities") on that date. The Placement Shares were issued at the issue price of RM0.1626 per Placement Share as fixed and announced by the Company on 17 March 2023.

The Company's issued and paid-up share capital was increased from RM 138,537,083.85 comprising 674,670,417 ordinary shares to RM 141,037,075.11 comprising 690,045,517 ordinary shares during the current quarter ended 31 March 2023 through the issuance of 15,375,100 new ordinary shares at the price of RM0.1626 per Placement Share to an independent third party pursuant to the private placement. The Placement Shares of 15,375,100 has raised proceeds of RM 2,499,991.27.

All the new ordinary shares issued rank pari passu in all respects with the existing issued ordinary share of the Company

The condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the 12 months ended 31 December 2022 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 DECEMBER 2022

←----- Attributable to the Owners of the Company ----->

	Share Capital RM'000	Merger deficit RM'000	Foreign exchange reserve RM'000	Share Options Reserve RM'000	Accumulated losses RM'000	Total RM'000	Non- controlling Interest RM'000	Total Equity RM'000
<b>At 1 January 2022</b>	137,584	(13,509)	66	455	(41,816)	82,780	1,972	84,752
Loss for the financial year	-	-	-	-	(17,610)	(17,610)	(925)	(18,535)
Foreign currency translation loss of foreign operations	-	-	(8)	-	-	(8)	-	(8)
Total comprehensive loss for the year	-	-	(8)	-	(17,610)	(17,618)	(925)	(18,543)
Transactions with owners :								
Issuance of new shares								
-Exercise of Esos Option	953	-	-	(239)	-	714	-	714
Acquisition of non controlling interest in a subsidiary	-	-	-	-	(774)	(774)	774	-
Disposal of equity interest in subsidiaries	-	-	-	-	-	-	13	13
Total transactions with owners	953	-	-	(239)	(774)	(60)	787	727
<b>At 31 December 2022</b>	138,537	(13,509)	58	216	(60,200)	65,102	1,834	66,936

Note 1  
Note 2

The condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the 12 months ended 31 December 2021 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 DECEMBER 2022**

**Note 1**

The issued and listing date of the ordinary shares pursuant to the exercise of ESOS Options were as follows:-

Listing Date	No of shares (Units)	Proceeds (RM)
On 13 January 2022	2,250,000	382,500
On 21 January 2022	250,000	42,500
On 20 May 2022	1,700,000	289,000
	4,200,000	714,000

The issued and paid-up share capital of the Company was increased from RM 137,583,856.05 comprising of 670,470,417 ordinary shares as at 1 January 2022 to RM138,537,038 comprising of 674,670,417 ordinary shares as at 30 June 2022 pursuant to the exercise of 4,200,000 ESOS Options into 4,200,000 new ordinary shares at the exercise price of RM0.17 which raised proceeds of RM714,000.

Included in the issued and paid-up share capital of the Company was the corresponding fair value of RM239,227 for the total number of 4,200,000 ESOS Share Options exercised which was transferred to share capital.

All the new ordinary shares issued rank pari passu in all respects with the existing issued ordinary shares of the Company.

**Note 2**

On 12 December 2022, Dataprep (Malaysia) Sdn Berhad has increased its shareholding from 51 % to 100% in Dataprep Asia Sdn Bhd by entering into share transfer agreement with Asia Coding Centre Sdn Bhd for the transfer of 490 ordinary shares, in the capital of the Company for cash consideration of RM490. The acquisition of the remaining 49% shareholding in Dataprep Asia Sdn Bhd from Asia Coding Centre Sdn Bhd has resulted an equity adjustment of RM774,272 to the Group.

The condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the 12 months ended 31 December 2021 and the accompanying explanatory notes attached to the interim financial statements.

CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS  
AS AT 31 MARCH 2023

	31.03.2023 (Unaudited) RM'000	31.12.2022 (Audited) RM'000
<b>Cash Flow from Operating Activities</b>		
Loss before taxation	(4,015)	(18,544)
Adjustment for :-		
Non-cash items	1,364	9,144
Non-operating items	102	335
<b>Operating loss before working capital changes</b>	<b>(2,549)</b>	<b>(9,065)</b>
Decrease / (Increase) in inventories	28	(7,209)
(Increase) / Decrease in receivables	(4,153)	14,779
Decrease / (Increase) in contract asset	707	(754)
(Decrease) / Increase in payables	(747)	272
Increase in contract liabilities	4,293	2,132
Increase in amount due from related companies	(2)	(312)
Increase in amount due to a related company	147	8
<b>Cash used in operations</b>	<b>(2,276)</b>	<b>(149)</b>
Tax paid	(35)	(161)
Tax refunded	-	-
Interest received	10	153
Interest paid	(112)	(488)
<b>Net cash used in operating activities</b>	<b>(2,413)</b>	<b>(645)</b>
<b>Cash flow from Investing Activities</b>		
Purchase of plant and equipment	-	(20,486)
Purchase of intangible assets	-	(173)
Purchase of investment property	-	(143)
Proceed from disposal of property, plant & equipment	55	8
<b>Net cash generated from / (used in) investing activities</b>	<b>55</b>	<b>(20,794)</b>
<b>Cash flow from Financing Activities</b>		
Net proceeds from issuance of new shares in the Company	2,500	714
Placement of fixed deposits pledged	1,979	(235)
Repayment of borrowings	(2,948)	2,403
Payment of lease liabilities	(299)	(1,198)
Payment of hire purchase liabilities	(11)	(33)
<b>Net cash generated from financing activities</b>	<b>1,221</b>	<b>1,651</b>
<b>Net decrease in cash and cash equivalents</b>	<b>(1,137)</b>	<b>(19,788)</b>
<b>Effect of exchange rate fluctuations</b>	<b>(30)</b>	<b>(8)</b>
<b>Cash and cash equivalents at beginning of the period/financial year</b>	<b>2,554</b>	<b>22,350</b>
<b>Cash and cash equivalents at end of the period/ financial year</b>	<b>1,387</b>	<b>2,554</b>
<b>Cash and cash equivalents at end of the period/ financial year comprise the following:</b>		
	As at 31.03.2023 RM'000	As at 31.12.2022 RM'000
Deposits with licensed commercial banks	5,714	7,693
Cash and bank balances	3,946	5,269
	9,660	12,962
Short Term Borrowing :		
-Overdraft	(2,559)	(2,715)
	7,101	10,247
Less : fixed deposits pledged	(5,714)	(7,693)
	1,387	2,554

The condensed consolidated cash flow statement should be read in conjunction with the audited financial statements for the 12 months ended 31 December 2022 and the accompanying explanatory notes attached to the interim financial statements.

## **1. Basis of preparation**

The interim financial statements are unaudited and have been prepared in accordance with the requirements of Malaysian Financial Reporting Standard (“MFRS”) 134: Interim Financial Reporting and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad (“BMSB”). The condensed consolidated interim financial statements also comply with International Accounting Standard 34: Interim Financial Reporting issued by the International Accounting Standards Board (“IASB”) 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 December 2022. The significant accounting policies adopted are consistent with those of the audited financial statements for the financial year ended 31 December 2022 except for the adoption of the following new and revised Malaysian Financial Reporting Standards (“MFRS”), Amendments to MFRSs and IC Interpretations:

The Group has adopted the following new MFRS and IC Interpretation and amendments to MFRSs issued by the Malaysian Accounting Standards Board (“MASB”) which are effective for accounting period of the Group beginning on or after 1 January 2023:-

- Amendments to MFRS 101 - Disclosure of Accounting Policies
- Amendments to MFRS 108 - Definition of Accounting Estimates
- Amendments to MFRS 112- Deferred tax related to Assets and Liabilities arising from a Single Transaction

The Group has not early adopted the following amendments to MFRSs that have been issued by the MASB but are not yet effective: -

(a) Effective for annual periods beginning on or after 1 January 2024

- Amendments to MFRS 101 - Classification of Liabilities as Current or Non-current
- Amendments to MFRS 16 – Lease Liability in a Sale and Leaseback
- Amendment to MFRS 101 –Non-current liabilities with Covenants

(b) Effective for financial 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 Associates or Joint Venture

The Group will adopt the above amendments to MFRSs that are applicable when they become effective. The initial application of the amendments is not expected to have any significant impact on the financial statements of the Group and of the Company.

## **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 December 2022 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 and size of the ICT projects secured and the milestone of completion 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**

**Debt Securities**

There was no cancellation, repurchase, resale and repayment of debt securities other than the issuance of equity during the current quarter.

**Equity Securities**

**(a) LONG TERM INCENTIVE PLAN ("LTIP")- EMPLOYEE SHARE OPTION SCHEME ("ESOS") AND SHARE GRANT SCHEME ("SGS")**

The LTIP consists of an ESOS and a SGS which comprises the Retention Share Plan ("RSP") and Performance Share Plan ("PSP"). The Company's LTIP is governed by the By-Laws which were approved by the shareholders on 17 July 2020. This LTIP was implemented on 21 July 2020 and will expire on 20 July 2030 ("the Option Period"). On 28 September 2020, the Company has announced the offer of Options to the eligible employee and directors of the Company and its subsidiaries ("Eligible Persons") to subscribe for new ordinary shares in the Company under the LTIP ("Offer"). The shares Options offered to Eligible Persons as defined in the By-Laws was up to 36,675,000 number of shares Options at exercise offer price of RM0.17 and were effective and exercisable from the date of announcement on 28 September 2020. The number of shares Options granted and accepted by the Eligible Persons within 30 days of offer period which lapsed on 28 October 2020 was 27,280,000.

The new ordinary shares issued under the ESOS shall upon allotment and issue, rank pari passu in all respects with the existing ordinary shares of the Company.

The movements of ESOS Options under the LTIP during the current quarter ended 31 March 2023 were as follows:-

Grant Date	Exercise Price	Number of ESOS Options			
		At 1.1.2023	Granted	Exercised	At 31.3.2023
28.10.2020	RM0.17	3,560,000	-	-	3,560,000

There were no ordinary shares of the Company listed and issued under ESOS during the current quarter ended 31 March 2023.

(b) PRIVATE PLACEMENT

On 28 March 2023, the Company has announced the private placement of 15,375,100 new ordinary shares ("Placement Shares") in the Company with the listing and quotation of the Placement Shares on the Main Market of Bursa Malaysia Securities Berhad ("Bursa Securities") on that date. The Placement Shares were issued at the issue price of RM0.1626 per Placement Share as fixed and announced by the Company on 17 March 2023.

The Company's issued and paid-up share capital was increased from RM138,537,083.85 comprising 674,670,417 ordinary shares to RM 141,037,075.11 comprising 690,045,517 ordinary shares during the current quarter ended 31 March 2023 through the issuance of 15,375,100 new ordinary shares at the price of RM0.1626 per Placement Share to an independent third party pursuant to the private placement.

All the new ordinary shares issued rank pari passu in all respects with the existing issued ordinary shares of the Company.

The aforesaid shares issuance is pursuant to the proposed private placement of up to 10% of the total number of issued shares of the Company in accordance with the general mandate under Sections 75 and 76 of the Companies Act 2016 obtained from the shareholders of the Company at the Annual General Meeting held on 30 June 2021 as announced on 20 May 2022. Bursa Securities has approved the proposed private placement on 22 June 2022 and has subsequently granted extension of time of 6 months from 22 December 2022 to 22 June 2023 for the Company to complete the proposed private placement.

**7. Dividend paid**

No dividend was paid by the Company since the end of the preceding financial year.

**8. Segmental information**

The Group's segmental reporting by business segment as at 31 March 2023 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	6,255	40	( 40)	6,255
(b) Payment Solutions & Services	55			55
<b>SALES BY SEGMENT</b>	<b>6,310</b>	<b>40</b>	<b>( 40)</b>	<b>6,310</b>
(a) IT Related Products and Services and Trading	(3,488)		1,614	(1,874)
(b) Payment Solutions & Services	(412)			(412)
<b>SEGMENT RESULTS</b>	<b>(3,900)</b>	<b>-</b>	<b>1,614</b>	<b>(2,286)</b>
Interest income				10
Unallocated expenses				(1,627)
Loss from operations				(3,903)
Interest expenses				(112)
Loss before taxation				(4,015)
Taxation				63
Loss after taxation				(3,952)

**9. Valuation of property, plant and equipment**

There was no valuation of property, plant and equipment during the current quarter.

## 10. Significant event

There were no significant events which occurred during the current quarter.

## 11. Changes in the composition of the Group

There were no changes in the composition of the Group during the current quarter.

## 12. Changes in contingent liabilities

Contingent Liabilities :-	Group		
	31.03.2023 RM'000	31.12.2022 RM'000	Increase/ (decrease) RM'000
Corporate guarantee given to financial institutions for performance guarantee of a subsidiary (secured)	1,398	1,488	(90)
	1,398	1,488	(90)

## 13. Review of performance

### a. Comparison of results for the current quarter ended 31 March 2023 with the preceding year corresponding quarter ended 31 March 2022.

	INDIVIDUAL QUARTER			CUMULATIVE QUARTER		
	CURRENT YEAR QUARTER [31/03/2023] RM'000	PRECEDING YEAR CORRESPONDING QUARTER [31/03/2022] RM'000	CHANGES (AMOUNT/ %)	CURRENT YEAR QUARTER [31/03/2023] RM'000	PRECEDING YEAR CORRESPONDING QUARTER [31/03/2022] RM'000	CHANGES (AMOUNT/ %)
Revenue	6,310	5,076	24%	6,310	5,076	24%
Operating profit / (loss)	(3,899)	(2,528)	-54%	(3,899)	(2,528)	-54%
Profit / (Loss) Before Interest and Tax	(3,899)	(2,528)	-54%	(3,899)	(2,528)	-54%
Profit / (Loss) before taxation	(4,015)	(2,650)	-52%	(4,015)	(2,650)	-52%
Profit / (Loss) for the year	(3,952)	(2,650)	-49%	(3,952)	(2,650)	-49%
Profit / (Loss) attributable to owners of the Company	(3,823)	(2,659)	-44%	(3,823)	(2,659)	-44%

The Group recorded revenue of RM6.31million in the current quarter as compared to the preceding year corresponding quarter of RM5.08 million due to projects secured.

The loss before taxation was RM4.02 million in the current quarter as against a loss before taxation of RM2.65 million in the preceding year corresponding quarter was due to projects secured with higher costs of sales incurred and higher depreciation charge of RM0.77 million for property, plant and equipment.

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 RM6.26 million as compared to the preceding year corresponding quarter of RM4.96 million was due to projects secured.

IT Related Products and Services and Trading (Cont'd)

The loss before taxation of RM1.87 million for this segment in the current quarter as against a loss before taxation of RM0.29 million in the preceding year corresponding quarter was due to projects secured with higher costs of sales incurred and higher depreciation charge of RM0.77 million for property, plant and equipment.

Payment Solutions and Services

The revenue decreased from RM0.11 million in the preceding year corresponding quarter to RM0.06 million in the current quarter was due to lower number of terminals installed. This segment recorded a loss before taxation of RM0.41 million in the current quarter as against a loss before taxation of RM0.36 million was due to lower number of terminals installed and higher termination during the quarter.

**Assets and Liabilities**

Total assets decreased from RM 88.45 million as at 31 December 2022 to RM87.18 million as at 31 March 2023 was due to the cash and bank balance was utilized for repayment of borrowings.

Total liabilities increased slightly from RM21.51 million as at 31 December 2022 to RM21.73 million as at 31 March 2023 was due to timing difference of settlement.

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

		<b>CURRENT YEAR QUARTER [31/03/2023] RM'000</b>	<b>IMMEDIATE PRECEDING QUARTER [31/12/2022] RM'000</b>	<b>CHANGES (AMOUNT/%)</b>
1	Revenue	6,310	10,639	-41%
2	Operating profit / (loss)	(3,899)	(7,634)	49%
3	Profit / (Loss) Before Interest and Tax	(3,899)	(7,634)	49%
4	Profit / (Loss) before taxation	(4,015)	(7,840)	49%
5	Profit / (Loss) for the year	(3,952)	(7,664)	48%
6	Profit / (Loss) attributable to owners of the Company	(3,823)	(7,788)	51%

The Group's revenue for the current quarter was RM6.31 million as compared to the immediate preceding quarter of RM10.64 million due to fewer large scales projects secured to replenished completed projects.

The Group recorded a loss before taxation of RM4.02 million in the current quarter as compared to a loss before taxation of RM7.84 million in the immediate preceding quarter. The loss before taxation was due to projects secured with higher costs of sales incurred and higher depreciation charge of RM0.77 million for property, plant and equipment.

The loss before taxation of RM7.84 million in the immediate preceding quarter was higher due to depreciation charge of RM1.99 million arising from the increase of property, plant and equipment amounted to RM19.87 million and impairment for expected credit loss on receivables of RM2.76 million.

## **15. Prospects**

The Group is constantly striving for ways to solicit new business opportunities in both public and private sectors and also on the lookout for solutions that will give the Company an edge over its competitors. The Group is actively participating in the Government tenders, pursuing new business opportunities and collaborating with strategic domestic and international partners to secure more profitable ICT projects, solutions and new business ventures for the Group. The Group has successfully won a number of new projects to replenish those projects completed and will continue to emphasize on its core strength of providing nation-wide quality services and solutions by the expertise team of technicians and engineers which are capable to meet the demand of ICT projects. The Group is also leveraging on the synergies between the Group and its related companies which have diversified market segments to secured ICT related projects.

The Group has been an established ICT Service Provider with 51 years of experiences and excellent track records in delivering projects in the ICT industry is well-positioned to take advantage of the new digital economy growing momentum in Malaysia. The Group has drawn up strategies and roadmap to fully harness the potential of telecommunication projects in Malaysia. The Group is looking forward to the opportunities of new venture into telecommunication tower projects, fibre optic Point of Presence (“PoP”) and Internet Service Providers (“ISP”) as they are aligned with the implementation of the National Fiberisation and Connectivity Plan (“NFCP”) by the government as the foundation of the country’s digital infrastructure transition towards the roll out of 5G network. The Group through its subsidiary who has the licenses such as Network Service Provider License (“NSP”), Network Facility Provider License (“NFP”) and Applications Service Provider Class License (“ASP(C)”) issued by the MCMC to bid for tenders of the multimedia and communication industry is focusing to source for more contracts and business opportunities in the telecommunication sector to improve revenue of the Group.

The Group has rolled out its e-money business known as dPurse. The Group’s subsidiary has been actively introducing the usage of dPurse to the public, especially at the schools and higher learning institutions.

The Group will remain focus in undertaking new opportunities and profitable ventures as the Group pursues a sustainable and healthier financial position over the long run.

## 16. Taxation

	<b>Current Year Quarter Ended 31.03.2023 RM'000</b>	<b>Cumulative Year Quarter Ended 31.03.2023 RM'000</b>
Income tax		
- Current year	-	-
- Overprovision in prior year	-	-
Reversal of Deferred tax liabilities	(63)	(63)
<b>Tax credit</b>	<b>(63)</b>	<b>(63)</b>

## 17. Status of corporate exercise

On 28 March 2023, the Company has announced the private placement of 15,375,100 new ordinary shares ("Placement Shares") in the Company with the listing and quotation of the Placement Shares on the Main Market of Bursa Malaysia Securities Berhad ("Bursa Securities") on that date. The Placement Shares were issued at the issue price of RM0.1626 per Placement Share as fixed and announced by the Company on 17 March 2023.

The Company's issued and paid-up share capital was increased from RM138,537,083.85 comprising 674,670,417 ordinary shares to RM 141,037,075.11 comprising 690,045,517 ordinary shares during the current quarter ended 31 March 2023 through the issuance of 15,375,100 new ordinary shares at the price of RM0.1626 per Placement Share to an independent third party pursuant to the private placement.

The aforesaid shares issuance is pursuant to the proposed private placement of up to 10% of the total number of issued shares of the Company in accordance with the general mandate under Sections 75 and 76 of the Companies Act 2016 obtained from the shareholders of the Company at the Annual General Meeting held on 30 June 2021 as announced on 20 May 2022. Bursa Securities has approved the proposed private placement on 22 June 2022 and has subsequently granted extension of time of 6 months from 22 December 2022 to 22 June 2023 for the Company to complete the proposed private placement.

The private placement has raised cash proceeds of RM 2,499,991.26 for purposes of working capital, repayment of bank borrowings of the Group, funding of investments and projects and to defray expenses for the private placement exercise.

The proceeds from the Private Share Placement were fully utilized as follows:

<b>Utilisation of proceeds</b>	<b>Proposed utilisation RM'000</b>	<b>Actual utilisation (Current Quarter Ended 31 March 2023) RM'000</b>
Working capital requirement	3,951	2,487
Repayment of bank borrowings	5,100	-
Future expansion	7,000	-
Estimated expenses for the Private Share Placement	100	13
<b>Total</b>	<b>16,151</b>	<b>2,500</b>

### 18. Event subsequent to the end of reporting period

There is no significant event subsequent to the end of reporting period

### 19. Group borrowings

The Group borrowings are as follows:

		As at 31.03.2023 RM'000	As at 31.12.2022 RM'000
<b>Short Term Borrowings:</b>			
<b>Secured :</b>			
- Banker acceptances		1,076	3,947
- Bank overdraft		2,559	2,715
- Hire purchase payables		-	11
- Term financing		320	315
<b>Total Short Term Borrowings</b>	<b>A</b>	<b>3,955</b>	<b>6,988</b>
<b>Long Term Borrowings:</b>			
<b>Secured :</b>			
- Hire purchase payables		-	-
- Term financing		906	988
<b>Total Long Term Borrowings</b>	<b>B</b>	<b>906</b>	<b>988</b>
<b>Total Borrowings</b>	<b>(A + B)</b>	<b>4,861</b>	<b>7,976</b>

All borrowings are denominated in Ringgit Malaysia.

### 20. Material litigation

There was no material litigation as at 31 March 2023.

### 21. Dividend proposed or declared

The directors do not recommend any dividend for the current quarter under review.

### 22. Earnings / (Loss) per share

#### (a) Basic

	Current Quarter Ended 31.03.2023	Cumulative Quarter Ended 31.03.2023
Loss attributable to owners of the Company (RM'000)	(3,823)	(3,823)
Weighted average number of shares in issue ('000)	690,046	690,046
<b>Loss per share (sen)</b>	<b>(0.55)</b>	<b>(0.55)</b>

**22. Earnings / (Loss) per share (Cont'd)**

**(b) Diluted**

For the purpose of calculating diluted loss per share, the loss for the year attributable to owners of the Company and the weighted average number of ordinary shares in issue during the current quarter have been adjusted for the dilutive effects of all potential ordinary shares arising from the assumed exercise of the ESOS Options where applicable.

The computation of diluted loss per share for the current quarter excluded the exercise of ESOS Options as their exercise would not result in any dilutive potential ordinary shares after adjusting for the number of such ordinary shares that would have been issued at fair value being average market price of the shares during the current quarter. Accordingly, the diluted loss per share equals the basic loss per share for the current quarter.

**23. Capital commitment**

The Group has no material capital commitment as at 31 March 2023.

**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 31.03.2023 RM'000</b>	<b>Cumulative Quarter Ended 31.03.2023 RM'000</b>
Interest expense	112	112
Depreciation of plant and equipment	678	678
Depreciation of right of use asset	310	310
Amortisation of intangible assets	414	414
Amortisation of investment property	3	3
Allowance for slow moving inventory	6	6
and after crediting:		
Interest income	(10)	(10)

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 2023.

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

**Geng Mun Mooi (MIA 8365)**  
**Nor Fazieana Daud (MAICSA 7067115)**

**Company Secretaries**  
**24 May 2023**