

**IDIMENSION CONSOLIDATED BHD** (*Company No. 925990-A*)  
(Incorporated in Malaysia under the Companies Act, 1965)

**NOTES TO THE QUARTERLY REPORT – 31 DECEMBER 2012**

**B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**

**B1. Review of Performance for the Current Quarter and Financial Year-to-date**

Performance of the respective operating business segment for the current quarter and financial year-to-date is analysed as follows:-

**1) Software Solutions**

The software solutions segment contributed revenue of RM0.91 million for the current quarter, mainly contributed by demand for customised software solution from new customers of the Group. However, this segment incurred a loss of RM1.16 million for the current quarter, mainly due to the purchase of third party licensing costs and impairment of receivables.

Revenue of software solutions segment in the current financial year-to-date increased by RM0.75 million to RM6.29 million as compared to preceding financial year-to-date of RM5.54 million, mainly due to higher demand for customised software solution from new customers of the Group.

This business segment reported a loss of RM1.71 million for the current financial year-to-date which represents a decrease of RM1.76 million as compared to a profit of RM0.05 million in the preceding financial year-to-date. The profit margin declined for the current financial year-to-date mainly due to the purchase of third party licensing software costs and increase in staff costs.

**2) Software Systems and Maintenance**

The software systems and maintenance segment contributed revenue of RM0.55 million for the current quarter, where additional software systems and maintenance enhancements, installations of software upgrades and user trainings were provided to customers. Costs incurred in this segment were mainly additional resources incurred to complete projects, resulting in a segment loss of RM0.49 million.

Revenue of the software systems and maintenance segment in the current financial year-to-date increased by RM0.80 million to RM2.55 million as compared to preceding year's corresponding financial year-to-date of RM1.75 million, mainly due to additional enhancements, installations of software upgrades and user trainings provided to customers.

This business segment reported a loss of RM0.69 million for the current financial year-to-date which represents a decrease of RM0.71 million as compared to a profit of RM0.02 million in the preceding financial year-to-date. The profit margin declined for the current financial year-to-date mainly due to additional resources incurred to complete projects.

**B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD – CONT'D**

**B1. Review of Performance for the Current Quarter and Financial Year-to-date (Cont'd)**

**3) Other IT Products and Services**

The other IT products and services segment contributed revenue of RM0.05 million for the current quarter. The revenue contribution was mainly from training services provided to customers and selling of IT hardware equipment.

Revenue of other IT products and services in the current financial year-to-date increased by RM0.27 million to RM0.50 million as compared to preceding financial year-to-date of RM0.23 million. The revenue contribution was mainly from the selling of IT hardware equipment.

**B2. Material Change in the Profit/Loss Before Taxation for the Current Quarter as Compared with the Immediate Preceding Quarter**

	<b>Current Quarter 31 December 2012 RM'000</b>	<b>Preceding Quarter 30 September 2012 RM'000</b>
Revenue	1,504	1,741
Loss before taxation	(1,832)	(874)

The revenue recorded for the current quarter of RM1.50 million represents a decrease of RM0.24 million as compared to the preceding quarter. This was mainly due to the decline in revenue from the software solutions segment in the current quarter.

The Group recorded a higher loss before taxation of RM1.83 million in the current quarter as compared to a loss before taxation of RM0.87 million in the immediate preceding quarter, mainly due to impairment of receivables and higher staff costs incurred in the current quarter.

**B3. Future Prospects**

The business environment for 2013 is expected to remain competitive and challenging. Notwithstanding that, the management will put in continuous effort to actively seek new sales opportunities from its existing customers as well as potential new customers.

**B4. Profit Forecast and Profit Guarantee**

The Group has not issued or disclosed in any public documents any profit forecast or profit guarantee for the current quarter under review.

**B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD – CONT'D**

**B5. Taxation**

	<b>Current Quarter RM'000</b>	<b>Current Year-to-date RM'000</b>
Current year taxation	-	10
Under/(over) provision in prior year	<u>100</u>	<u>(34)</u>
	<u>100</u>	<u>(28)</u>

There is no current taxation for this quarter due to no chargeable income. The taxation for the current financial year-to-date was due to interest income.

**B6. Status of Corporate Proposals**

There were no corporate proposals announced but not completed as at the date of issuance of this announcement.

**B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD – CONT'D**

**B7. Status of Utilisation of Proceeds**

Subsequent to the listing of iDimension on the ACE Market of Bursa Securities on 11 November 2011 and as at 31 December 2012, the gross proceeds of approximately RM14.53 million from the public issue has been utilised in the following manner:-

Descriptions	Proposed	Actual	Intended time frame for utilisation upon listing	Deviations		Explanation
	Utilisation	Utilisation		RM'000	%	
	RM'000	RM'000				
Business expansion	5,000	-	Within two (2) years	5,000	100%	(1)
R&D expenditure	4,500	259	Within three (3) years	4,241	94.24%	(1)
Capital expenditure	2,100	2,100	Within two (2) years	-	0%	-
Working capital	827	705	Within three (3) years	122	14.75%	(1)
Estimated listing expenses	2,100	1,884	Upon completion of the listing	216	10.29%	(2)
	<u>14,527</u>	<u>4,948</u>				

Notes:-

- 1) The proceeds from the public issue will be utilised within the estimated timeframe. The Group does not expect any material deviation as at the date of this interim financial report.  
  
The unutilised proceeds raised from the listing are placed in short-term deposits with an investment management company.
- 2) The shortfall in the actual quantum of listing expenses will be adjusted against the amount allocated for working capital.

**B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD – CONT'D**

**B8. Group Borrowings and Debt Securities**

The Group's borrowings as at 31 December 2012 are as follows:

	<b>Short-term RM'000</b>	<b>Long-term RM'000</b>	<b>Total RM'000</b>
<u>Secured</u>			
Bank overdraft	975	-	975
Term loan	-	1,700	1,700
Hire purchase payable	100	169	269
	<u>1,075</u>	<u>1,869</u>	<u>2,944</u>

The Group does not have any unsecured borrowings and debt securities as at 31 December 2012.

All borrowings of the Group are denominated in Ringgit Malaysia.

**B9. Material Litigation**

The Group is not engaged in any material litigation since the date of the last annual statement of financial position up to the date of issuance of this quarterly report.

**B10. Dividend**

There were no dividends declared during the financial year-to-date under review.

**B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD – CONT'D**

**B11. Earnings Per Share**

(a) Basic earnings per share

Basic earnings per share is calculated by dividing the profit attributable to the equity holders of the Company by the weighted average number of shares in issue for the financial period, computed as follows:

	Individual Quarter		Cumulative Quarter	
	Current Quarter	Preceding Year Corresponding Quarter	Current Year to-date	Preceding Year Corresponding Period
(Loss)/Profit attributable to the owners of the Company (RM'000)	(1,732)	(1,544)	(2,908)	2,753
Weighted average number of ordinary shares in issue ('000)	236,667	125,378	225,545	94,798
Basic earnings per share (sen)	(0.73)	(1.23)	(1.29)	2.90

(b) Diluted earnings per share

The basic and diluted earnings of the Company are the same as the Company does not have any convertible securities during the current quarter and financial year-to-date under review.

**B12. Breakdown of Realised and Unrealised Group Profits**

The breakdown of retained profits of the Group for the current quarter and preceding financial year, is as follows:-

	31/12/2012 RM'000	31/12/2011 RM'000
Total retained profits of the Group:		
- Realised	(1,057)	11,849
- Unrealised	(11)	68
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	(1,068)	11,917
Less : Consolidation adjustments	(132)	(10,209)
Total Group retained profits as per consolidated accounts	<hr/>	<hr/>
	(1,200)	1,708

**B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD – CONT'D**

**B13. Loss for the Period**

This is arrived at after charging/(crediting) the following items:

	<b>Current Quarter RM'000</b>	<b>Financial Year-to-date RM'000</b>
(a) Interest income	117	387
(b) Interest expense	(17)	(68)
(c) Depreciation and amortisation	(193)	(667)
(d) Impairment on receivables	(563)	(563)
(e) Unrealised foreign exchange	11	11

Other disclosure items required pursuant to Note 16 of Appendix 9B of the ACE Market Listing Requirements of Bursa Malaysia Securities Berhad are not applicable.

By Order of the Board

Ho Mun Yee (MAICSA 0877877)  
Tam Fong Ying (MAICSA 7007857)  
(Company Secretaries)

Date: 28 February 2013