

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

NOTES TO THE QUARTERLY REPORT – 31 MARCH 2013

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 RM1.04 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 RM0.16 million for the current quarter, mainly due to drop in revenue.

Revenue of software solutions segment in the current quarter decreased by RM0.86 million to RM1.04 million as compared to preceding corresponding quarter of RM1.90 million, mainly due to low demand for software solution.

This business segment reported a loss of RM0.16 million for the current quarter which represents a decrease of RM0.29 million as compared to a profit of RM0.13 million in the preceding corresponding quarter due to drop in revenue.

2) Software Systems and Maintenance

The software systems and maintenance segment contributed revenue of RM0.95 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 provide system maintenance.

Revenue of the software systems and maintenance segment in the current quarter increased by RM0.40 million to RM0.95 million as compared to preceding corresponding quarter of RM0.55 million, mainly due to additional enhancements, installations of software upgrades and user trainings provided to customers.

This business segment reported a loss of RM0.15 million for the current quarter which represents a decrease of RM0.19 million as compared to a profit of RM0.04 million in the preceding corresponding quarter. The profit margin declined for the current quarter mainly due to provide system maintenance.

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 RM0.003 million for the current quarter. The revenue contribution was mainly from training services provided to customers..

Revenue of other IT products and services in the current quarter decreased by RM0.113 million to RM0.003 million as compared to preceding corresponding quarter of RM0.116 million. The revenue contribution was mainly from the training services provided to customers.

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

	Current Quarter 31 March 2013 RM'000	Preceding Quarter 31 December 2012 RM'000
Revenue	1,989	1,504
Loss before taxation	(433)	(1,832)

The revenue recorded for the current quarter of RM1.99 million represents an increase of RM0.49 million as compared to the immediate preceding quarter. This was mainly due to the revenue generated from the software system maintenance segment in the current quarter.

The Group recorded a loss before taxation of RM0.43 million in the current quarter as compared to a loss before taxation of RM1.83 million in the immediate preceding quarter, mainly due to increase of revenue.

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

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

There is no current taxation for the current quarter and current financial year-to-date quarter due to no chargeable 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 March 2013, 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	-	-	-
Working capital	827	782	Within three (3) years	45	5.44%	(1)
Estimated listing expenses	2,100	1,884	Upon completion of the listing	216	10.29%	(2)
	<u>14,527</u>	<u>5,025</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 March 2013 are as follows:

	Short-term RM'000	Long-term RM'000	Total RM'000
<u>Secured</u>			
Bank overdraft	986	-	986
Term loan	-	1,698	1,698
Hire purchase payable	100	144	244
	<u>1,086</u>	<u>1,842</u>	<u>2,928</u>

The Group does not have any unsecured borrowings and debt securities as at 31 March 2013.

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)	(433)	124	(433)	124
Weighted average number of ordinary shares in issue ('000)	236,667	191,934	236,667	191,934
Basic earnings per share (sen)	(0.18)	0.06	(0.18)	0.06

(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:-

	31/03/2013 RM'000	31/12/2012 RM'000
Total retained profits of the Group:		
- Realised	(1,577)	8,865
- Unrealised	(8)	12
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	(1,585)	8,877
Less : Consolidation adjustments	(46)	(10,075)
Total Group retained profits as per consolidated accounts	<hr/>	<hr/>
	(1,631)	(1,198)

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:

	Current Quarter	Financial Year-to-date
	RM'000	RM'000
(a) Interest income	75	75
(b) Interest expense	(17)	(17)
(c) Depreciation and amortisation	(182)	(182)
(d) Unrealised gain on foreign exchange	8	8

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: 27 May 2013