

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

NOTES TO THE QUARTERLY REPORT – 30 JUNE 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

Revenue of the software solutions segment in the current quarter increased by RM0.03 million to RM2.59 million as compared to preceding corresponding quarter of RM2.56 million, mainly due to higher demand for software solution. The business segment reported a profit of RM0.003 million for the current quarter comparing to a loss of RM0.14 million for the preceding corresponding quarter, mainly due to demand for customised software solution from new customers of the Group.

Revenue of the software solution segment in the current financial year-to-date decreased by RM0.84 million to RM3.62 million as compared to preceding financial year-to-date of RM4.46 million, mainly due to low demand for software solution. This business segment reported a loss of RM0.14 million for the current financial year-to-date as compared to a loss of RM0.01 million in the preceding financial year-to-date, mainly due to drop in revenue..

2) Software Systems and Maintenance

Revenue of the software systems and maintenance segment in the current quarter increased by RM0.003 million to RM0.712 million as compared to preceding corresponding quarter of RM0.709 million, mainly due to additional enhancements, installations of software upgrades and user trainings provided to customers. The business segment reported a loss of RM0.09 million for the current quarter as compared to a loss of RM0.04 million in the preceding corresponding quarter, mainly due to additional resources incurred to provide system maintenance.

Revenue of the software system and maintenance segment in the current financial year-to-date increased by RM0.40 million to RM1.66 million as compared to preceding financial year-to-date of RM1.26 million, mainly due to additional system enhancement provided to customers. This business segment reported a loss of RM0.063 million for the current financial year-to-date which represents an increase in loss of RM0.060 million as compared to a loss of RM0.003 million in the preceding financial year-to-date, quarter mainly due to additional resources incurred 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

Revenue of other IT products and services in the current quarter increased by RM0.73 million to RM0.77 million as compared to preceding corresponding quarter of RM0.26 million, mainly due to higher demand for other IT products and services.

Revenue of other IT products and services in the current financial year-to-date increased by RM0.40 million to RM0.77 million as compared to preceding financial year-to-date of RM0.37 million, mainly due to higher demand for other IT products and services.

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

	Current Quarter 30 June 2013 RM'000	Preceding Quarter 31 March 2013 RM'000
Revenue	4,062	1,989
Loss before taxation	(49)	(433)

The revenue recorded for the current quarter of RM4.06 million represents an increase of RM2.07 million as compared to the immediate preceding quarter. This was mainly due to the revenue generated from the system maintenance services and other IT product and services segment in the current quarter.

The Group recorded a loss before taxation of RM0.05 million in the current quarter as compared to a loss before taxation of RM0.43 million in the immediate preceding quarter. This was mainly due to increase of revenue 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

	Current Quarter RM'000	Current Year-to-date RM'000
Current year taxation	-	-
Under/(over) provision in prior year	<u>(14)</u>	<u>(14)</u>
	<u><u>(14)</u></u>	<u><u>(14)</u></u>

There is no taxation for the current quarter and current financial year-to-date 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 30 June 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	5,000	Within two (2) years	-	-	(1)
R&D expenditure	4,500	335	Within three (3) years	4,165	92.56%	(2)
Capital expenditure	2,100	2,100	Within two (2) years	-	-	-
Working capital	827	914	Within three (3) years	(87)	(10.52)%	(2)
Estimated listing expenses	2,100	1,884	Upon completion of the listing	216	10.29%	(3)
	<u>14,527</u>	<u>10,233</u>				

Notes:-

- 1) On 24 June 2013, the Board of Directors of the Company announced that it had on 21 June 2013 resolved to vary the utilisation of the proceeds of RM5.00 million earmarked for business expansions of the Company and its subsidiaries as the Company had on 24 June 2013 entered into a conditional share acquisition agreement for the acquisition of 20% of the issued and paid-up share capital of Selinsing Xpress Sdn Bhd for a total purchase consideration of RM5.00 million.
- 2) 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.
- 3) 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 30 June 2013 are as follows:

	Short-term RM'000	Long-term RM'000	Total RM'000
<u>Secured</u>			
Bank overdraft	982	-	982
Term loan	-	3,199	3,199
Hire purchase payable	100	133	233
	<u>1,082</u>	<u>3,332</u>	<u>4,414</u>

The Group does not have any unsecured borrowings and debt securities as at 30 June 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 attributable to the owners of the Company (RM'000)	(63)	(356)	(496)	(232)
Weighted average number of ordinary shares in issue ('000)	236,667	236,667	236,667	214,300
Basic earnings per share (sen)	(0.03)	(0.15)	(0.21)	(0.11)

(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:-

	30/06/2013 RM'000	31/12/2012 RM'000
Total retained (loss)/profits of the Group:		
- Realised	(1,717)	8,865
- Unrealised	39	12
	<hr/>	<hr/>
	(1,678)	8,877
Less : Consolidation adjustments	(16)	(10,075)
Total Group retained loss as per consolidated accounts	<hr/>	<hr/>
	(1,694)	(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	70	145
(b) Interest expense	(18)	(35)
(c) Depreciation and amortisation	(184)	(366)
(d) Unrealised loss on foreign exchange	(47)	(39)

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 August 2013