

**IDIMENSION CONSOLIDATED BHD** (*Company No. 925990-A*)  
(Incorporated in Malaysia under the Companies Act, 1965)  
**NOTES TO THE QUARTERLY REPORT – 31 MARCH 2014**

**A. EXPLANATORY NOTES PURSUANT TO MFRS 134**

**A1. Basis of Preparation**

The interim financial statements are unaudited and have been prepared in accordance with the reporting requirements outlined in the Malaysia Financial Reporting Standards ("MFRS") 134 - Interim Financial Reporting and Appendix 9B of the ACE Market Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa Securities").

The interim financial statements should be read in conjunction with the audited financial statements for the financial year ended 31 December 2013 and the accompanying explanatory notes attached to the interim financial statements.

The interim financial statements of the Group have been prepared in accordance with the Malaysian Financial Reporting Standards ("MFRS"), International Financial Reporting Standards ("IFRS") and the Companies Act, 1965.

The accounting policies and methods adopted by the Group are consistent with the audited financial statements for the financial year ended 31 December 2013. The adoption of the following MFRSs and Amendments to MFRSs that came into effect on 1 January 2014 did not have any material financial impact on the MFRS in the interim financial statement to the Group.

**A2. Auditors' Report**

There were no audit qualifications on the annual audited financial statements of the Group for the financial year ended 31 December 2013.

**A3. Seasonal or Cyclical Factors**

The business operations of the Group were not significantly affected by seasonal or cyclical factors.

**A4. Unusual Items**

There were no unusual items affecting assets, liabilities, equity, net income or cash flows of the Group for the current quarter and financial year-to-date under review.

## A. EXPLANATORY NOTES PURSUANT TO MFRS 134

### A5. Material Changes in Estimates

There were no changes in the estimate of amounts reported in the prior interim periods of the current financial year, or in previous years, which have material effect on the current quarter under review.

### A6. Changes in Debts and Equity Securities

There were no issuance and repayment of debt or equity securities, share buy-backs, share cancellation, shares held as treasury shares and resale of treasury shares during the financial year-to-date under review.

### A7. Dividend Paid

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

### A8. Segmental Reporting

The segmental revenue and results for the financial year-to-date under review are as follows:-

<u>31/03/2014</u>	Software Solutions RM'000	Software System Maintenance RM'000	Others RM'000	Elimination RM'000	Group RM'000
<b>Revenue</b>					
External revenue	3,305	846	295	-	4,446
Inter-segment revenue	1,175	211	-	(1,386)	-
Total segment revenue	4,480	1,057	295	(1,386)	4,446
<b>Results</b>	366	94	34	-	494
Interest income					17
Share of profit from associate company					383
Finance costs					(17)
Depreciation and amortisation					(346)
Tax expense					-
Profit for the period					531

**A. EXPLANATORY NOTES PURSUANT TO MFRS 134**

**A8. Segmental Reporting (Cont'd)**

The segmental revenue and results for the preceding year's corresponding financial year-to-date are as follows:-

<u>31/03/2013</u>	Software Solutions RM'000	Software System Maintenance RM'000	Others RM'000	Elimination RM'000	Group RM'000
<b>Revenue</b>					
External revenue	1,036	950	3	-	1,989
Inter-segment revenue	528	549	-	(1,077)	-
Total segment revenue	1,564	1,499	3	(1,077)	1,989
<b>Results</b>	(160)	(148)	-	-	(308)
Interest income					75
Finance costs					(17)
Depreciation and amortisation					(183)
Tax expense					-
Loss for the financial period					(433)

**A9. Changes in the Composition of the Group**

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

**A10. Capital Commitment**

Authorised capital commitments not recognised in the interim financial statements as at 31 March 2014 are as follows:-

**RM'000**

Approved and contracted for:-

Purchase of shop office 645

## **A. EXPLANATORY NOTES PURSUANT TO MFRS 134**

### **A11. Subsequent Material Events**

Save as disclosed below, there were no material events subsequent to the current quarter up to the date of the interim financial report:-

On 29 April 2014, iDimension had obtained its shareholders' approval for the following at the extraordinary general meeting of the Company held on even date:-

- i. Acquisition of 60% equity interest in IDB Interactive Sdn Bhd.(formerly known as Selingsing Xpress Sdn Bhd) ("IDB") for a total purchase consideration of RM15 million to be satisfied via cash payment of RM10 million and the issuance of 40,000,000 new ordinary shares of RM0.10 each in iDmension ("Shares") at an issue price of RM0.125 per Share ("Acquisition");
- ii. Diversification of the business of iDimension and its subsidiaries to include the provision and distribution of broadband contents and online games pursuant to the Acquisition;
- iii. Issuance of up to RM20 million redeemable convertible preference shares ("RCPS"); and
- iv. Amendments to the Memorandum and Articles of Association of iDimension.

On 16 May 2014, iDimension announced the completion of the Acquisition following the transfer of the sale shares to iDimension and the satisfaction of the purchase consideration by iDimension via the issuance of 40,000,000 Shares and cash payment of RM10 million. In addition, the Company had also on 16 May 2014 announced the issuance of the first tranche of the RCPS amounting to a principal amount of RM10 million ("Tranche 1 RCPS").

Subsequently, on 19 May 2014, the Company announced the additional listing of 69,162,210 Shares pursuant to the full conversion of the Tranche 1 RCPS.

### **A12. Related Party Transactions**

There were no related party transactions during the financial year-to-date under review.