

**IDIMENSION CONSOLIDATED BHD (925990-A)**  
(Incorporated in Malaysia)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME  
FOR THE FINANCIAL PERIOD ENDED 31 MAR 2019**

	Note	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
		2019 (Unaudited)	2018 Audited	2019 (Unaudited)	2018 Audited
		CURRENT QUARTER	PRECEDING YEAR CORRESPONDING QUARTER	CURRENT YEAR TO DATE	PRECEDING YEAR CORRESPONDING PERIOD
		31/3/2019 RM'000	31/3/2018 RM'000	31/3/2019 RM'000	31/3/2018 RM'000
Revenue	B 1	2,573	4,015	7,976	N/A
Cost of sales		(1,851)	(3,307)	(5,423)	N/A
Gross profit		722	708	2,553	N/A
Other income		51	62	169	N/A
Administration expenses		(2,067)	(1,580)	(4,920)	N/A
Loss on deconsolidation		-	-	-	N/A
Finance costs		(68)	(77)	(230)	N/A
Profit / (Loss) before taxation	B 2	(1,362)	(887)	(2,428)	N/A
Taxation	B 5	156	4	35	N/A
Profit / (Loss) for the financial period		(1,206)	(883)	(2,393)	N/A
Other comprehensive profit / (loss)		-	28	8	N/A
Total comprehensive profit / (loss) for the financial period		(1,206)	(855)	(2,385)	N/A
Profit / (Loss) attributable to:					
Owners of the company		(1,206)	(883)	(2,393)	N/A
Non-controlling interest		-	-	-	N/A
		(1,206)	(883)	(2,393)	N/A
Total comprehensive profit / (loss) attributable to :					
Owners of the company		(1,206)	(855)	(2,385)	N/A
Non-controlling interest		-	-	-	N/A
		(1,206)	(855)	(2,385)	N/A
Weighted average number of shares in issue ('000)		271,962	543,924	271,962	N/A
Earnings per share (sen) - basic	B 10	(0.44)	(0.16)	(0.88)	N/A
- diluted	B 10	(0.44)	(0.16)	(0.88)	N/A

**Note 1:**

In the previous year, the Company changed its financial year end from 31 Dec 2017 to 30 Jun 2018. Hence, there were no comparative financial information available for the cumulative quarter.

The Unaudited Condensed Consolidated Statements of Comprehensive Income should be read in conjunction with the Audited Financial Statements for the period ended 30 June 2018 and the accompanying explanatory notes attached to this interim financial report.

**IDIMENSION CONSOLIDATED BHD (925990-A)**

(Incorporated in Malaysia)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION**

**AS AT 31 MAR 2019**

	<b>Note</b>	<b>(Unaudited) AS AT 31/3/2019 RM'000</b>	<b>(Audited) AS AT 30/6/2018 RM'000</b>
<b>ASSETS</b>			
<b>Non-current Assets</b>			
Property, plant and equipment		12,771	12,242
Investment property		138	140
Intangible assets		-	-
Investment		9,027	9,027
Trade and other receivables		5,013	5,013
		<u>26,949</u>	<u>26,422</u>
<b>Current Assets</b>			
Investment		1,049	-
Inventories		71	73
Trade and other receivables		3,073	7,029
Current tax assets		557	407
Cash and bank balances		7,323	9,571
		<u>12,073</u>	<u>17,080</u>
<b>TOTAL ASSETS</b>		<u><u>39,022</u></u>	<u><u>43,502</u></u>
<b>EQUITY AND LIABILITIES</b>			
<b>Capital and Reserves</b>			
Share capital		21,233	21,233
Share premium		-	-
Exchange translation reserve		590	582
Capital reduction reserve		13,716	13,716
Accumulated losses		(5,234)	(2,841)
<b>TOTAL EQUITY</b>		<u>30,305</u>	<u>32,690</u>
<b>LIABILITIES</b>			
<b>Non-current Liabilities</b>			
Borrowings	B 7	4,626	4,282
Deferred tax liabilities		-	-
		<u>4,626</u>	<u>4,282</u>
<b>Current Liabilities</b>			
Trade and other payables		3,012	4,309
Borrowings	B 7	1,079	2,101
Current tax liabilities		-	120
		<u>4,091</u>	<u>6,530</u>
<b>TOTAL LIABILITIES</b>		<u>8,717</u>	<u>10,812</u>
<b>TOTAL EQUITY AND LIABILITIES</b>		<u><u>39,022</u></u>	<u><u>43,502</u></u>
Net assets per share attributable to owners of the Company (RM)		0.11	0.06

**Note:**

The Unaudited Condensed Consolidated Statements of Financial Position should be read in conjunction with the Audited Financial Statements for the period ended 30 June 2018 and the accompanying explanatory notes attached to this interim financial report.

**IDIMENSION CONSOLIDATED BHD (925990-A)**  
(Incorporated in Malaysia)  
**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY**  
**FOR THE FINANCIAL PERIOD ENDED 31 MAR 2019**

-----Attributable to the Owners of the Company-----

	---Non-distributable---				Distributable	Total
	Issued Capital	Share Premium	Exchange translation reserve	Capital Reduction reserve	Accumulated Losses	
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<b>Balance as of 1 July 2018</b>	21,233	0	582	13,716	(2,841)	32,690
Profit / (Loss) for the financial period	-	-	-	-	(2,393)	(2,393)
Foreign currency translations, net of tax	-	-	8	-	-	8
Total comprehensive profit / (loss) for the period	-	-	8	-	(2,393)	(2,385)
<b>Balance as at 31 Mar 2019</b>	<u>21,233</u>	<u>-</u>	<u>590</u>	<u>13,716</u>	<u>(5,234)</u>	<u>30,305</u>

-----Attributable to the Owners of the Company-----

	---Non-distributable---				Distributable	Total
	Issued Capital	Share Premium	Exchange translation reserve	Capital Reduction reserve	Accumulated Losses	
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<b>Balance as of 1 July 2017</b>	N/A	N/A	N/A	N/A	N/A	N/A
Profit / (Loss) for the financial period	N/A	N/A	N/A	N/A	N/A	N/A
Foreign currency translations, net of tax	N/A	N/A	N/A	N/A	N/A	N/A
In the previous year, the Company changed the period	N/A	N/A	N/A	N/A	N/A	N/A
<b>Balance as at 31 Mar 2018</b>	<u>N/A</u>	<u>N/A</u>	<u>N/A</u>	<u>N/A</u>	<u>N/A</u>	<u>N/A</u>

**Note:**

In the previous year, the Company changed its financial year end from 31 Dec 2017 to 30 Jun 2018. Hence, there were no comparative financial information available.

The Unaudited Condensed Consolidated Statements of Comprehensive Income should be read in conjunction with the Audited Financial Statements for the period ended 30 June 2018 and the accompanying explanatory notes attached to this interim financial report.

**IDIMENSION CONSOLIDATED BHD (925990-A)**  
(Incorporated in Malaysia)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOW  
FOR THE FINANCIAL PERIOD ENDED 31 MAR 2019**

	<b>(Unaudited) 9 Months Ended 31/3/2019 RM'000</b>	<b>(Audited) 9 Months Ended 31/3/2018 RM'000</b>
<b>Cash Flows from Operating Activities</b>		
Profit/(Loss) before tax	(2,428)	N/A
Adjustment for:		
Depreciation of property, plant & equipment	541	N/A
Amortisation of investment properties	3	N/A
Interest income	(129)	N/A
Interest expenses	230	N/A
Unrealised (gain) / loss on foreign exchange currency	(10)	N/A
Gain on disposal of property, plant & equipment	-	N/A
Impairment loss on trade receivables	721	N/A
	(1,072)	N/A
Operating profit before working capital changes		
Inventories	2	N/A
Amount due from/(to) customers	-	N/A
Trade and other receivables	3,325	N/A
Trade and other payables	(1,377)	N/A
	878	N/A
Cash generated from/(used) in operations		
Tax paid / (refunded)	(235)	N/A
	643	N/A
Net cash generated from/(used) in operating activities		
<b>Cash Flows from Investing Activities</b>		
Interest received	129	N/A
Purchase of property, plant and equipment	(1,070)	N/A
Proceeds from disposal of PPE	-	N/A
Deposit placed with a licensed bank with original maturity more than 3 months	(287)	N/A
Short term investment	(4,575)	N/A
Uplift of short term investment	3,526	N/A
	(2,277)	N/A
Net cash generated (used in)/from investing activities		
<b>Cash Flows from Financing Activities</b>		
Repayment from borrowings	(1,039)	N/A
Drawdown of term loan	360	N/A
Interest paid	(230)	N/A
	(909)	N/A
Net cash generated used in financing activities		
<b>Net Increase/(Decrease) in Cash and Cash Equivalents</b>	(2,543)	N/A
<b>Foreign exchange differences</b>	8	N/A
	9,571	N/A
<b>Cash and Cash Equivalents at beginning of period</b>		
<b>Cash and Cash Equivalents at end of period</b>	7,036	N/A
Cash and Cash Equivalents at end of period comprise of the followings:-		
Cash and bank balances	7,036	N/A
Deposit placed with original maturity more than 3 months	287	N/A
	7,323	N/A

**Note:**

In the previous year, the Company changed its financial year end from 31 Dec 2017 to 30 Jun 2018. Hence, there were no comparative financial information available.

The Unaudited Condensed Consolidated Statements of Comprehensive Income should be read in conjunction with the Audited Financial Statements for the period ended 30 June 2018 and the accompanying explanatory notes attached to this interim financial report.

# **IDIMENSION CONSOLIDATED BHD** (Company No. 925990-A)

## **NOTES TO THE QUARTERLY REPORT – 31 MAR 2019**

### **PART 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 read in conjunction with the audited financial statements for the financial period ended 30 June 2018 and the accompanying explanatory notes attached to the interim financial statements.

The financial statements of the Group have been prepared under the historical cost convention except as otherwise stated in the interim financial statements.

The accounting policies and methods adopted by the Group in this interim financial report are consistent with the audited financial statements for the financial period ended 30 June 2018 except for the effects of adoption of new MFRS during the financial period.

<b>Title</b>	<b>Effective Date</b>
Amendments to MFRS 1 <i>Annual Improvements to MFRS Standards 2014 - 2016 Cycle</i>	1 January 2018
MFRS 15 <i>Revenue from Contracts with Customers</i>	1 January 2018
Clarification to MFRS 15	1 January 2018
MFRS 9 <i>Financial Instruments (IFRS as issued by IASB in July 2014)</i>	1 January 2018
Amendments to MFRS 2 <i>Classification and Measurement of Share-based Payment Transactions</i>	1 January 2018
Amendments to MFRS 128 <i>Annual Improvements to MFRS Standards 2014 - 2016 Cycle</i>	1 January 2018
IC Interpretation 22 <i>Foreign Currency Transactions and Advance Consideration</i>	1 January 2018
Amendments to MFRS 140 <i>Transfers of Investment Property</i>	1 January 2018 See MFRS 4
Amendments to MFRS 4 <i>Applying MFRS 9 Financial Instruments with MFRS 4 Insurance Contracts</i>	Paragraphs 46 and 48

The adoption of the above Standards did not have any significant impact on the interim financial report upon their initial application, other than as disclosed below :

## **PART A - EXPLANATORY NOTES PURSUANT TO MFRS 134 (Cont'd)**

### **A1. Basis of Preparation (Cont'd)**

#### **MFRS 9 – Financial Instruments**

MFRS 9 is effective for annual periods beginning on or after 1 January 2018. MFRS 9 introduces new requirements for classification and measurement of financial instruments, impairment assessment based on the Expected Credit Loss (“ECL”) model and hedge accounting.

The Group has applied MFRS 9 retrospectively on the initial application date of 1 January 2018 and has elected not to restate comparatives. The adoption of MFRS 9 did not have any significant effects on the interim financial report upon their initial application, except for the effect of applying the impairment assessment based on the ECL model on trade receivables.

The Group has applied forward-looking impairment policy to calculate the expected credit losses on all trade receivables. For the purpose of assessing the new ECL impairment model, the Group assesses the credit risk on the trade receivables based on past repayment records, length of account establishment, credit terms provided as well as assessing the economic factors of each individual market it operates in.

In summary, the initial application of MFRS 9 did not have any material and/or significant impact on the financial statements of the Group.

### **A2. Auditors' Report**

The auditor, Messrs. BDO had expressed an adverse opinion in the audited financial statements for the financial period from 1 January 2017 to 30 June 2018 on the basis that the Group had deconsolidated the financial statements of a wholly-owned subsidiary, IDB Interactive Sdn. Bhd. (“IDB”) for the financial period from 1 January 2017 to 30 June 2018 could not be finalized due to on-going material litigations and the inability of the Group to access the records and information of IDB.

Messrs. BDO is of the opinion that the deconsolidation of the subsidiary is not in accordance with the accounting policies of the Group as well as Malaysian Financial Reporting Standards, International Financial Reporting Standards and the requirements of the Companies Act 2016 in Malaysia.

The Board of Directors (“BOD”) had on 29 October 2018 and 30 October 2018 further announced that the adverse opinion from the auditor is mainly due to their disagreement with the decision of BOD to treat it’s subsidiary, IDB purely as an investment (as opposed to a subsidiary to be consolidated) which is in accordance to the law and financial reporting standards.

The key reasons for this decision emanates from the Group’s inability to obtain access to IDB’s accounting and other records in order to verify the accuracy of the financial information of IDB for the financial period to present a true and fair view of the Group’s financial position and affairs and to facilitate Company’s regulatory filing obligations with the relevant bodies including Bursa Malaysia.

Further details are disclosed in the announcement - Audit report – Modified opinion / Material uncertainty related to going concern : Adverse Opinion dated 29 October 2018 and 30 October 2018.

## **PART A - EXPLANATORY NOTES PURSUANT TO MFRS 134 (Cont'd)**

### **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.

### **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 quarter under review.

## PART A - EXPLANATORY NOTES PURSUANT TO MFRS 134 (Cont'd)

### A8. Segmental Reporting

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

	IT business RM'000	Online games * RM'000	Investment holding RM'000	Elimination RM'000	Group RM'000
<b>31 Mar 2019</b>					
<b>Revenue</b>					
External revenue	7,976	-	-	-	7,976
Inter-segment revenue	3,249	-	855	(4,104)	-
Total segment revenue	11,225	-	855	(4,104)	7,976
<b>Results</b>					
Interest income	306	-	56	(233)	129
Finance costs	(230)	-	(233)	233	(230)
Depreciation and amortization	(186)	-	(358)	-	(544)
Segment profit/(loss) before tax	(764)	-	(1,664)	-	(2,428)
Tax expense	37	-	(2)	-	35
Segment profit/(Loss)	(727)	-	(1,666)	-	(2,393)

*\*In the previous year, The Group had deconsolidated the financial statements of IDB Interactive Sdn. Bhd. (online games business segment) from the financial statements of the Group. Details are disclosed in the audited financial statements for the financial period ended 30 June 2018.*

*No comparative financial information available for the segmental revenue and results for the preceding year's corresponding financial year-to-date as the company changed its financial year end from 31 Dec 2017 to 30 Jun 2018.*

### 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

**31 Mar 2019**  
**RM'000**

Capital expenditure  
Approved and contracted for :

Interior Fit-out works for the Company's office located at Icon City \_\_\_\_\_ -

*The approved and contracted for Interior Fit-out works are all capitalized during the current quarter.*



## **PART A - EXPLANATORY NOTES PURSUANT TO MFRS 134 (Cont'd)**

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

On 29 October 2018, the Company announced that it is now a GN3 status company as it has triggered the prescribed criteria under paragraph 2.1(f) of Guidance Note 3 (“GN3”) of the ACE Market Listing Requirements (‘AMLR’) of Bursa Malaysia Securities Berhad (‘Bursa Securities’) following the adverse opinion expressed by its External auditor, Messrs. BDO on the Audited Financial Statements for the financial period ended 30 June 2018.

On 8 January 2019, KAF Investment Bank Berhad has been appointed as a Sponsor for the Company pursuant to Rule 8.04(3)(a)(ii) of the AMLR of Bursa Securities.

The Company is still in the midst of formulating its regularisation plan to address its GN3 status and there is no major development as at to-date.

Other than the above, there were no significant events subsequent to the current quarter up to the date of this interim financial report.

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

**B1. Review of Performance**

The Group recorded a total revenue of RM2.57 million for the current quarter compared to RM4.02 million in the correspondence quarter of preceding year. The decrease in revenue was mainly due to lower sales demand and market uncertainty.

The Group recorded a loss before taxation of RM1.36 million in the current quarter mainly due to decrease in revenue cope with the high administrative expenses on professional charges on the two (2) major on-going litigation cases and the impairment loss on trade receivables.

For year to date, the Group recorded a total revenue of RM7.98 million and the loss before taxation of RM2.43 million.

**1) IT Business**

The revenue for the current quarter is RM2.57 million compared to RM4.02 million in the correspondence quarter a year ago, a decreased of 36.07%. The decrease in revenue was mainly due to lower demand and market uncertainty.

The IT business segment recorded a loss before taxation of RM0.76 million mainly due to the lower revenue and the impairment loss on trade receivables.

**2) Investment Holding**

Investment holding company has been identified as the new segmentation following the deconsolidation of online game business segment in the audited financial statements for the financial period ended 30 June 2018.

The revenue for the year to date was RM0.86 million which comprises of management fees received or receivable from its subsidiaries. The investment holding segment has recorded a loss before taxation of RM1.67 million mainly due to the high administrative expenses on professional charges on the two (2) major on-going litigation cases.

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

	<b>Current Quarter 31 Mar 2019 RM'000</b>	<b>Preceding Quarter 31 Dec 2018 RM'000</b>
Revenue	2,573	2,320
Profit / (Loss) before taxation	(1,362)	(784)

The Group recorded a total revenue of RM2.57 million compared to RM2.32 million in the preceding quarter. Although the revenue was slightly increased in the current quarter, the market remain competitive and uncertain.

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

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

The loss before taxation increased by RM0.58 million or 73.80% from RM0.78 million in the preceding quarter to RM1.36 million in current quarter. This was mainly due to impairment loss on trade receivables.

**B3. Future Prospects**

The business environment remain challenging and competitive. The management will continue to explore new business opportunity on its core activities in IT business to sustain the performance of the Group.

In addition, the Company is also in the midst of formulating an appropriate regularisation plan to uplift from its GN3 status.

**B4. Profit Forecast and Pro/fit Guarantee**

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

**B5. Taxation**

	<b>Current Quarter</b>	<b>9 months</b>
	<b>31 Mar 2019</b>	<b>to date</b>
	<b>RM'000</b>	<b>31 Mar 2019</b>
		<b>RM'000</b>
Current year taxation	(74)	53
Under/(Over) provision in prior year	(82)	(88)
Deferred taxation	-	-
	<u>(156)</u>	<u>(35)</u>

The effective tax rate is lower than the statutory tax rate as the Company and some of its subsidiaries are in the adjusted business loss position and there are unabsorbed business losses and unutilized capital allowances to offset against future taxable income.

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

**B6. Status of Corporate Proposals**

Save for the below corporate proposals, there were no other corporate proposals announced as at the date of this report :-

On 11 October 2017, the Group has announced the completion of private placement with the listing of 49,000,000 Placement Share at an issue price of RM0.065 per Placement Share, raising a total of RM3.185 million.

The status of utilization of proceeds raised from the private placement as follow :-

	<b>Proposed RM'000</b>	<b>Actual RM'000</b>
Working capital for Company and its subsidiaries	3,085	*3,107
Expenses relating to the Private Placement	100	78
	<u>3,185</u>	<u>3,185</u>

*Notes:*

\* The Company has utilised the balance of RM3.1 million for working capital purposes during the current quarter.

**B7. Group Borrowings and Debt Securities**

The Group's borrowings as at 31 Mar 2019 are as follows:

	<b>Short-term RM'000</b>	<b>Long-term RM'000</b>	<b>Total RM'000</b>
<u>Secured</u>			
Term loan	749	4,282	5,031
Hire purchase & Finance lease payable	330	344	674
	<u>1,079</u>	<u>4,626</u>	<u>5,705</u>

The Group does not have any unsecured borrowings and debt securities as at 31 Mar 2019.

All borrowings of the Group are denominated in Ringgit Malaysia

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

**B8. Material Litigation**

(a) **Civil Suit No. WA-22NCC-194-05/2018 ('Suit 194')**

On 30 May 2018, IDB had instructed its solicitors to lodge a Writ of Summons and Statement of Claim to High Court of Malaya at Kuala Lumpur with Civil Suit No. WA-22NCC-194-05/2018 ('Suit 194') against the following defendants:

1. Online E-Club Management Sdn. Bhd. ('1<sup>st</sup> Defendant')
2. E-Club Interactive Sdn. Bhd. ('2<sup>nd</sup> Defendant')
3. EClub Hong Kong Pte. Ltd. ('3<sup>rd</sup> Defendant')
4. Yap Tet Soon (trading as Yap Outsourcing Services) ('4<sup>th</sup> Defendant')

(collectively referred to as 'Defendants')

essentially to demand the delivery up of business, financial and/or management documents and information belonging to IDB for the financial years 2013 to 2017 (collectively referred to as 'IDB's Documents and Information'), which were in the possession, custody or power of the Defendants. IDB also sought an injunction to restrain the Defendants from dealing with IDB's Documents and Information as well as damages and costs.

On 21 March 2019, the 1st to 3rd Defendants filed an application to transfer Suit 194 to the High Court hearing Civil Suit No. WA-22NCC-392-09/2018 ('Suit 392'). A consent order dated 25 March 2019 ("Consent Order") was subsequently recorded by all parties for Suit 194 to be heard by the High Court hearing Suit 392.

Following the recording of the Consent Order, the High Court for Suit 194 proceeded to vacate all hearing and trial dates previously scheduled in this matter.

(b) **Civil Suit No. WA-22NCC-392-09/2018 ('Suit 392')**

IDB had on 6 September 2018 been served with a Writ and Statement of Claim dated 4 September 2018 commenced by Online E-Club Management Sdn. Bhd. ('Online E-Club') against IDB.

Vide Suit 392, Online E-Club was *inter alia* seeking a declaration from the High Court that Online E-Club had lawfully terminated an agreement dated 22 May 2013 ('Distributorship Agreement') between Online E-Club and Selingsing Xpress Sdn. Bhd. as well as damages, interest and costs. IDB was formerly known as Selingsing Express Sdn. Bhd. Suit 392 was essentially premised on the grounds that IDB had breached express or implied terms of the Distributorship Agreement.

On 21 November 2018, IDB commenced a counterclaim against Online E-Club and 13 other parties ("Counterclaim") for *inter alia* conspiracy to injure and/or defraud and breach of duties owed to IDB in relation to the Valve Exclusive Distributorship Agreement. The reliefs prayed for were *inter alia* a declaration that the termination of Valve Exclusive Distributorship was unlawful, a declaration that the business and operation of the Valve Exclusive Distributorship was held on trust for IDB, return of the business and operations of the Valve Exclusive Distributorship to IDB as well as damages.

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

**B8. Material Litigation (continued)**

**Civil Suit No. WA-22NCC-392-09/2018 ('Suit 392') (continued)**

On 18 February 2019, IDB filed an application for Suit 392 to be transferred and heard together with Suit 194. However, following the recording of the Consent Order in Suit 194 above, this application was withdrawn by IDB with no order as to costs.

Consequent to the Consent Order, both Suit 194 and Suit 392 are now fixed before the same High Court Judge.

Separately, the 4<sup>th</sup> Defendant's Discovery Application dated 7 March 2019 (which had previously been filed in Suit 194) has now been fixed for hearing on 20 June 2019. Trial dates before the High Court in this matter have also been scheduled on 8 to 10 October 2019 and 21 to 24 October 2019.

**B9. Dividend**

There were no dividends declared during the current quarter under review.

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

**B10. Earnings Per Share**

(a) Basic earnings per share

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

	<b>Individual Quarter</b>		<b>Cumulative Quarter</b>	
	<b>Current Quarter</b>	<b>Preceding Year Corresponding Quarter</b>	<b>9 mths to-date</b>	<b>Preceding 9 months Corresponding to date</b>
Profit/(Loss) attributable to the owners of the Company (RM'000)	(1,206)	(883)	(2,393)	N/A
Weighted average number of ordinary shares in issue ('000)	271,962	543,924	271,962	N/A
Basic earnings per share (sen)	(0.44)	(0.16)	(0.88)	N/A

(b) Diluted earnings per share

The basic and diluted earnings of the Company are the same as the warrants are not included in the calculation of diluted earnings per share because warrants are antidilutive during the current quarter and financial year-to-date.

**B12. Profit for the Period**

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

	<b>Current Quarter 31 Mar 2019 RM'000</b>	<b>9 Mths To Date 31 Mar 2019 RM'000</b>
Interest income	35	129
Other income	16	40
Interest expenses	(68)	(230)
Depreciation and amortization	(140)	(544)
Impairment loss on trade receivables	(721)	(721)
Unrealised Foreign exchange gain/(loss)	(14)	10
Realised Foreign exchange gain/ (loss)	(3)	24

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.