

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

## **NOTES TO THE QUARTERLY REPORT – 31 DECEMBER 2021**

### **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 be read in conjunction with the audited financial statements for the financial year ended 30 June 2021 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 year ended 30 June 2021 except for the adoption of the following MFRSs :-

<b>Amendments to Standards</b>	<b>Effective date</b>
Amendments to MFRS 7, MFRS 9, MFRS 16 and MFRS 139 - Interest Rate Benchmark Reform, Phase 2	1 January 2021
Amendments to MFRS 116 – Proceeds Before Intended Use	1 January 2022
Annual Improvements to MFRS Standard 2018-2020 Cycle: <ul style="list-style-type: none"><li>• Amendments to MFRS 9 Financial Instruments</li></ul>	1 January 2022
Amendments to MFRS 137 – Onerous Contracts Cost of Fulfilling a Contract	1 January 2022
Amendments to MFRS 3 - References to Conceptual Framework	1 January 2022
Amendments to MFRS 101 – Classification of Liabilities as Current and Non-Current	1 January 2023
Amendments to MFRS 101 – Disclosure of Accounting Policy	1 January 2023
Amendments to MFRS 108 – Definition of Accounting Estimates	1 January 2023
Amendments to MFRS 112 – Deferred Tax Related to Assets and Liabilities arising from a Single Transaction	1 January 2023

The initial adoption of the new Amendments to MFRSs would not have any material effect on the financial statements.

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

### **A2. Auditors' Report on Preceding Annual Financial Statements**

The auditors' report for the audited financial statements of the Group for the year ended 30 June 2021 were not subject to any qualification.

### **A3. Seasonal or Cyclical Factors**

The business operations of the Group 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 and the preceding year's corresponding period to date under review are as follows:-

	<b>IT business RM'000</b>	<b>Investment holding RM'000</b>	<b>Elimination RM'000</b>	<b>Group RM'000</b>
<b><u>30 December 2021</u></b>				
<b>Revenue</b>				
External revenue	6,100	-	-	6,100
Inter-segment revenue	4,823	559	(5,382)	-
Total segment revenue	10,923	559	(5,382)	6,100
<b>Results</b>				
Depreciation and amortization	(94)	(100)	-	(194)
Dividend income	43	-	-	43
Finance costs	(51)	(48)	43	(56)
Interest income	43	-	(43)	-
Loss allowance on trade receivables	(21)	-	-	(21)
Reversal of loss allowance on trade receivables	29	-	-	29
Segment profit/(loss) before tax	784	(843)	-	(59)
Tax expense	(161)	-	-	(161)
Segment profit/(loss)	623	(843)	-	(220)
	<b>IT business RM'000</b>	<b>Investment holding RM'000</b>	<b>Elimination RM'000</b>	<b>Group RM'000</b>
<b><u>31 December 2020</u></b>				
<b>Revenue</b>				
External revenue	4,879	-	-	4,879
Inter-segment revenue	3,505	771	(4,276)	-
Total segment revenue	8,384	771	(4,276)	4,879
<b>Results</b>				
Depreciation and amortization	(89)	(148)	-	(237)
Dividend income	52	-	-	52
Finance costs	(78)	(74)	74	(78)
Interest income	76	1	(74)	3
Loss allowance on trade receivables	(157)	-	-	(157)
Reversal of loss allowance on trade receivables	106	-	-	106
Segment profit/(loss) before tax	488	(118)	(208)	162
Tax expense	(115)	-	-	(115)
Segment profit/(loss)	373	(118)	(208)	47

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

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

There are no other changes in the composition of the Group during the quarter.

### **A10. Subsequent Material Events**

There were no material events subsequent to the current quarter up to the date of the 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 consistent revenue of RM3.11 million for the current quarter under review as compared to RM3.13 million in the preceding year's corresponding quarter.

The Group recorded a marginal profit before taxation of RM0.08 million for the current quarter under review as compared to RM0.29 million in the preceding year's corresponding quarter. This was mainly attributable to professional fees incurred on the ongoing Proposed Regularisation Plan during the current quarter under review.

#### **IT Business**

The IT business recorded a consistent revenue of RM3.11 million for the current quarter under review as compared to RM3.13 million in the preceding year's corresponding quarter.

The IT business segment recorded a higher profit before taxation of RM0.79 million for the current period to date as compared to RM0.49 million in the preceding year's corresponding period to date, an increase of RM0.30 million. This was mainly due to a higher proportion of sales revenue from internal project implementation contributing to a higher profit margin.

#### **Investment Holding**

The revenue of the Investment Holding segment for the current quarter under review was RM0.28 million which comprised management fees from its subsidiaries.

The Investment Holding segment recorded a higher loss before taxation of RM0.84 million for the current period to date as compared to RM0.12 million in the preceding year's corresponding period to date. This was mainly due to higher professional fees incurred on the ongoing Proposed Regularisation Plan for the current period to date.

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

	<b>Current Quarter 31 Sep 2021 RM'000</b>	<b>Preceding Quarter 30 Sep 2021 RM'000</b>
Revenue	3,106	2,994
Profit / (Loss) before taxation	77	(135)

The Group recorded a revenue of RM3.11 million for the current quarter under review as compared to RM2.99 million in the immediately preceding quarter, an increase of RM0.12 million.

The Group recorded a profit before taxation of RM0.08 million for the current quarter under review as compared to a loss before taxation of RM0.14 million in the preceding quarter. This was mainly due to a higher sales revenue for the current quarter under review.

**B3. Future Prospects**

The Group continues to explore new opportunities to improve the current IT business for the remaining quarters.

**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.

**B5. Taxation**

	<b>Current Quarter 31 Dec 2021 RM'000</b>	<b>3 months to date 30 Sep 2021 RM'000</b>
Current year taxation	102	161
Under/(Over) provision in prior year	-	-
Deferred taxation	-	-
	<u>102</u>	<u>161</u>

The effective tax rate for the financial period ended 31 December 2021 was lower than the statutory tax rate mainly due to some of the subsidiaries being in the adjusted business loss position and there were unabsorbed capital allowances and unutilized business losses to set off against its taxable income.

**B6. Status of Corporate Proposals**

There were no other corporate proposals announced as at the date of this report.

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

**B7. Group Borrowings and Debt Securities**

The Group's borrowings as of 31 Dec 2021 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	602	1,454	2,056
Hire purchase & Finance lease payable	36	172	208
	<u>638</u>	<u>1,626</u>	<u>2,264</u>

The Group does not have any unsecured borrowings and debt securities as of 31 December 2021.

All borrowings of the Group are denominated in Ringgit Malaysia.

**B8. Material Litigation**

There was no material litigation subsequent to the current quarter up to the date of this interim financial report.

**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 profit/(loss) attributable to the equity holders of the Company by the weighted average number of shares in issue for the financial year, computed as follows:

	<b>Individual Quarter</b>		<b>Cumulative Quarter</b>	
	<b>Current Quarter</b>	<b>Preceding Period Corresponding Quarter</b>	<b>6 months to-date</b>	<b>Preceding 6 months Corresponding to date</b>
Profit/(Loss) attributable to the owners of the Company (RM'000)	(26)	172	(220)	47
Weighted average number of ordinary shares in issue ('000)	271,962	271,962	271,962	271,962
Basic earnings per share (sen)	(0.01)	0.06	(0.08)	0.02

(b) Diluted earnings per share

The diluted earnings per share of the Company are the same calculation as the basic earnings per share during the current quarter and financial period-to-date.

**B12. Profit for the Period**

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

	<b>Current Quarter 31 Dec 2021 RM'000</b>	<b>Period To Date 31 Dec 2021 RM'000</b>
Interest income	-	-
Dividend income	22	43
Other income	19	33
Interest expenses	(26)	(56)
Depreciation and amortization	(98)	(194)
Loss allowance on trade receivables	(16)	(21)
Reversal of loss allowance on trade receivables	5	29
Unrealised Foreign exchange gain/(loss)	(17)	(13)
Realised Foreign exchange gain/ (loss)	4	2

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.