

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

### **NOTES TO THE QUARTERLY REPORT – 31 MARCH 2022**

#### **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 period-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>31 March 2022</u></b>				
<b>Revenue</b>				
External revenue	8,832	-	-	8,832
Inter-segment revenue	6,131	1,445	(7,576)	-
Total segment revenue	14,963	1,445	(7,576)	8,832
<b>Results</b>				
Depreciation and amortization	(117)	(139)	-	(256)
Dividend income	44	-	-	44
Finance costs	(71)	(61)	61	(71)
Gain on disposal of property, plant and equipment	118	-	-	118
Interest income	66	-	(61)	5
Loss allowance on trade receivables	-	-	-	-
Reversal of loss allowance on trade receivables	33	-	-	33
Segment profit/(loss) before tax	1,196	(330)	(832)	34
Tax expense	(615)	-	-	(615)
Segment profit/(loss)	581	(330)	(832)	(581)

	<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 March 2021</u></b>				
<b>Revenue</b>				
External revenue	8,137	-	-	8,137
Inter-segment revenue	4,891	1,050	(5,941)	-
Total segment revenue	13,028	1,050	(5,941)	8,137
<b>Results</b>				
Depreciation and amortization	(134)	(222)	-	(356)
Dividend income	76	-	-	76
Finance costs	(113)	(106)	106	(113)
Interest income	109	1	(106)	4
Loss allowance on trade receivables	(164)	-	-	(164)
Reversal of loss allowance on trade receivables	106	-	-	106
Segment profit/(loss) before tax	689	(331)	(210)	148
Tax expense	(82)	-	-	(82)
Segment profit/(loss)	607	(331)	(210)	66

## 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, save for the following:

- a) On 12 April 2022, the Proposed Private Placement has been completed following the listing of and quotation for 16,317,000 Placement Shares on the ACE Market of Bursa Securities at the Issue Price per Placement Share of RM0.10, raising a total of RM1,631,700 for the Company pursuant to the Proposed Private Placement.
- b) On 27 April 2022, the Proposed EVE Acquisition, Proposed EV-Dynamic Acquisition and Proposed Management Buy-Out (MBO) have been completed in accordance with the terms of the Share Sale Agreement (SSA), EV-Dynamic SSA, and MBO SSA respectively.
- c) The whole IT business segment as disclosed under note A8 of the segmental reporting had been disposed of as disposal of investment in subsidiaries upon completion of the MBO exercise on 27 April 2022.
- d) All assets and liabilities of the IT business segment had been classified as held-for-sale as disclosed in the unaudited condensed consolidated statement of financial position as at 31 March 2022.

The details of the asset and liabilities of the IT business as at 31 March 2022 are as follow:

#### **Assets classified as held-for-sale**

	<b>RM'000</b>
Property, plant and equipment	6,525
Investment property	661
Other investment	2,069
Inventories	36
Trade and other receivables	3,099
Current tax assets	7
Fixed deposits with a licensed bank	218
Cash and bank balances	3,371
Total assets classified as held for sale	<u><u>15,986</u></u>

#### **Liabilities associated with assets classified as held-for-sale**

	<b>RM'000</b>
Trade and other payables	4,060
Current tax liabilities	562
Total liabilities associated with assets classified as held for sale	<u><u>4,622</u></u>

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

### **B1. Review of Performance**

The Group recorded total revenue of RM2.73 million for the current quarter under review as compared to RM3.26 million in the preceding year's corresponding quarter, a decrease of RM0.53 million (16.3%). This was mainly due to the completion of the IT consultancy services for the current quarter under review.

Despite the decrease in revenue, the Group recorded a profit before taxation of RM0.09 million for the current quarter under review as compared to a loss before taxation of RM0.01 million in the preceding year's corresponding quarter. This was mainly due to the lower cost of sales incurred for the current quarter under review.

For the period to date, the Group recorded total revenue of RM8.83 million compared to RM8.14 million a year ago, an increase of RM0.69 million (8.5%). This was mainly attributed to the increase in the internal project implementations.

The group recorded a period to date profit before taxation of RM0.03 million compared to RM0.15 million in the preceding year's corresponding period to date, a decrease of RM0.12 (80.0%) million. This was mainly attributable to higher professional fees incurred on the implementation of the ongoing Proposed Regularisation Plan.

#### **IT Business**

The revenue of IT business for the current quarter is RM2.73 million compared to RM3.26 million in the preceding year's corresponding quarter, a decrease of RM0.53 million (16.3%). This was mainly due to the completion of the IT consultancy services for the current quarter under review.

The IT business segment reported a higher profit before taxation of RM1.20 million for the current period to date compared to RM0.69 million in the preceding year's corresponding period to date, an increase of RM0.51 million (73.9%) This was mainly due to the lower cost of sales and gain on disposal of property, plant, and equipment for the period to date.

#### **Investment Holding**

The revenue for the current quarter under review was RM0.89 million which comprised management fees and dividend income received or receivable from its subsidiaries.

Despite higher professional fees incurred on the Proposed Regularisation Plan for the current period to date, the investment holding segment recorded a similar loss before taxation of RM0.33 million as the preceding year's corresponding period to date. This was mainly due to the dividend income received from its subsidiaries 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 Mar 2022 RM'000</b>	<b>Preceding Quarter 31 Dec 2021 RM'000</b>
Revenue	2,732	3,106
Profit / (Loss) before taxation	93	76

**PART B - EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (Cont'd)**

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

The Group recorded a revenue of RM2.73 million for the current quarter under review as compared to RM3.11 million in the immediately preceding quarter, a decrease of RM0.38 million (12.2%). This was mainly due to lower sales in project implementation for the current quarter under review.

Despite the decrease in revenue, the Group recorded a profit before taxation of RM0.09 million for the current quarter under review as compared to RM0.08 million in the immediately preceding quarter. This was mainly due to the gain on disposal of property, plant and equipment for the period to date.

**B3. Future Prospects**

ICB is currently dormant following the completion of the MBO exercise and it does not have any subsidiary/associated company. For clarity, upon completion of the Regularisation Plan, ICB will remain as a dormant company within the EVD Group.

**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</b>	<b>9 months</b>
	<b>31 Mar 2021</b>	<b>to date</b>
	<b>RM'000</b>	<b>31 Mar 2022</b>
		<b>RM'000</b>
Current year taxation	447	608
Under/(Over) provision in prior year	7	7
Deferred taxation	-	-
	<u>454</u>	<u>615</u>

The effective tax rate for the financial period ended 31 March 2022 was higher than the statutory tax rate mainly due to the tax incurred on advance billing received from customers for the current period to date.

**B6. Status of Corporate Proposals**

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

**B7. Group Borrowings and Debt Securities**

The Group does not have any borrowings and debt securities as at 31 March 2022.

The term loan and hire purchase loan have been fully settled and all its related collateral and security have been discharged as at 31 March 2022.

**PART B - EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (Cont'd)**

**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.

**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>9 months to-date</b>	<b>Preceding 9 months Corresponding to date</b>
Profit/(Loss) attributable to the owners of the Company (RM'000)	(361)	19	(581)	66
Weighted average number of ordinary shares in issue ('000)	27,196	271,962	27,196	271,962
Basic earnings per share (sen)	(1.33)	0.01	(2.14)	0.02

On 23 March 2022, the Company completed the share consolidation exercise of every ten (10) ordinary shares into one (1) ordinary share. The Company's issued and paid-up capital has been consolidated from 271,962,179 ordinary shares to 21,196,218 ordinary shares.

Hence, the Company's basic earnings per share for the current quarter and financial period-to-date is calculated based on the consolidated number of shares.

(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.

**PART B - EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (Cont'd)**

**B12. Profit for the Period**

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

	<b>Current Quarter 31 Mar 2022 RM'000</b>	<b>Period To Date 31 Mar 2022 RM'000</b>
Interest income	5	5
Dividend income	1	44
Other income	43	76
Interest expenses	(15)	(71)
Depreciation and amortization	(62)	(256)
Gain on disposal of property, plant and equipment	118	118
Loss allowance on trade receivables	21	-
Reversal of loss allowance on trade receivables	4	33
Unrealised Foreign exchange gain/(loss)	10	(3)
Realised Foreign exchange gain/ (loss)	(1)	1

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.