

FOCUS DYNAMICS TECHNOLOGIES BERHAD (Company No: 582924-P)
CONDENSED CONSOLIDATED INCOME STATEMENTS
AND QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE THIRD QUARTER ENDED 30 APRIL 2006
THE FIGURES HAVE NOT BEEN AUDITED

	Note	INDIVIDUAL QUARTER CURRENT YEAR QUARTER 30/04/2006 RM	PRECEDING YEAR CORRESPONDING QUARTER 30/04/2005 RM	CUMULATIVE QUARTER CURRENT YEAR TO DATE 30/04/2006 RM	PRECEDING YEAR CORRESPONDING PERIOD 30/04/2005 RM
REVENUE	A9	1,666,227	N/A	6,228,308	N/A
COST OF SALES		<u>(1,027,005)</u>	N/A	<u>(4,068,324)</u>	N/A
GROSS PROFIT		639,222	N/A	2,159,984	N/A
OTHER INCOME		112,964	N/A	378,662	N/A
OPERATING EXPENSES		<u>(511,352)</u>	N/A	<u>(1,200,127)</u>	N/A
PROFIT FROM OPERATIONS		240,834	N/A	1,338,519	N/A
INTEREST INCOME		43,932	N/A	65,570	N/A
INTEREST EXPENSE		<u>(41,812)</u>	N/A	<u>(148,615)</u>	N/A
PROFIT BEFORE TAXATION		242,954	N/A	1,255,474	N/A
TAXATION	B5	<u>(13,400)</u>	N/A	<u>(131,100)</u>	N/A
PROFIT AFTER TAXATION		<u>229,554</u>	N/A	<u>1,124,374</u>	N/A
MINORITY INTEREST		-	N/A	-	N/A
NET PROFIT ATTRIBUTABLE TO SHAREHOLDERS		<u><u>229,554</u></u>	N/A	<u><u>1,124,374</u></u>	N/A
Earnings Per Ordinary Share					
- Basic (sen)	B13	0.31	N/A	1.88	N/A
- Diluted (sen)		N/A	N/A	N/A	N/A

NOTES:

1. The Unaudited Condensed Consolidated Income Statements should be read in conjunction with the Notes to the Interim Financial Report.
2. This is the third Interim Financial Statements on the consolidated results for the financial period ended 30 April 2006 announced by the Company in compliance with Bursa Malaysia Securities Berhad's ("Bursa Securities") requirements in conjunction with the admission of the Company to the MESDAQ Market of Bursa Securities.
3. As this is the first year that the quarterly report is being drawn up, there are no comparative figures for the preceding year corresponding quarter.

FOCUS DYNAMICS TECHNOLOGIES BERHAD (Company No: 582924-P)

CONDENSED CONSOLIDATED CASH FLOW STATEMENTS

AND QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE THIRD QUARTER ENDED 30 APRIL 2006

THE FIGURES HAVE NOT BEEN AUDITED

	CUMULATIVE QUARTER CURRENT YEAR TO DATE 30/04/2006 RM	PRECEDING YEAR CORRESPONDING PERIOD 30/04/2005 RM
CASH FLOWS FROM OPERATING ACTIVITIES		
Cash receipts from customers	4,635,603	N/A
Cash payments to suppliers and employees	<u>(7,391,420)</u>	<u>N/A</u>
Cash generated from operations	(2,755,817)	N/A
Interest received	65,570	N/A
Interest paid	(142,017)	N/A
Income taxes paid	(116,019)	N/A
Net cash used in operating activities	<u>(2,948,283)</u>	<u>N/A</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of plant and equipment	(89,617)	N/A
Increase in placement of fixed deposits pledged	(232,962)	N/A
Net cash used in investing activities	<u>(322,579)</u>	<u>N/A</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Repayment of banker acceptance	(1,476,000)	N/A
Hire purchase financing obtained	38,400	N/A
Repayment of hire purchase liabilities	(41,844)	N/A
Repayment of bills payables	(530,488)	N/A
Proceeds from the issue of share capital	8,280,000	N/A
Payment of listing expenses	(1,799,250)	N/A
Net cash from financing activities	<u>4,470,818</u>	<u>N/A</u>
Net decrease in cash and cash equivalent	1,199,956	N/A
Cash and cash equivalent at beginning of year	<u>(176,725)</u>	<u>N/A</u>
Cash and cash equivalent at end of year	<u><u>1,023,231</u></u>	<u><u>N/A</u></u>
Cash and cash equivalent comprise:		
Cash and bank balances	168,979	N/A
Fixed deposit with licensed banks	1,000,000	N/A
Bank overdraft	<u>(145,748)</u>	<u>N/A</u>
	<u><u>1,023,231</u></u>	<u><u>N/A</u></u>

NOTES:

1. The Unaudited Condensed Consolidated Income Statements should be read in conjunction with the Notes to the Interim Financial Report.

2. This is the third Interim Financial Statements on the consolidated results for the financial period ended 30 April 2006 announced by the Company in compliance with Bursa Malaysia Securities Berhad's ("Bursa Securities") requirements in conjunction with the admission of the Company to the MESDAQ Market of Bursa Securities.

3. As this is the first year that the quarterly report is being drawn up, there are no comparative figures for the preceding year corresponding quarter.

FOCUS DYNAMICS TECHNOLOGIES BERHAD (Company No: 582924-P)
 CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
 AND QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE THIRD QUARTER ENDED 30 APRIL 2006
 THE FIGURES HAVE NOT BEEN AUDITED

	Share Capital	<i>Non- distributable</i> Share Premium	<i>Distributable</i> Retained Profits	Total
	RM	RM	RM	RM
Balance at 1 August 2005	2,629,889	-	819,728	3,449,617
Issue of shares	1,150,000	7,130,000		8,280,000
Bonus issue via : Capitalisation of share premium	3,779,889	(3,779,889)		3,779,889 (3,779,889)
Listing expenses		(1,799,250)		(1,799,250)
Profit for the quarters	-		1,124,374	1,124,374
Balance at 30 April 2006	<u>7,559,778</u>	<u>1,550,861</u>	<u>1,944,102</u>	<u>11,054,741</u>

NOTES:

- 1. The Unaudited Condensed Consolidated Income Statements should be read in conjunction with the Notes to the Interim Financial Report.*
- 2. This is the third Interim Financial Statements on the consolidated results for the financial period ended 30 April 2006 announced by the Company in compliance with Bursa Malaysia Securities Berhad's ("Bursa Securities") requirements in conjunction with the admission of the Company to the MESDAQ Market of Bursa Securities.*
- 3. As this is the first year that the quarterly report is being drawn up, there are no comparative figures for the preceding year corresponding quarter.*

FOCUS DYNAMICS TECHNOLOGIES BERHAD (Company No: 582924-P)
CONDENSED CONSOLIDATED BALANCE SHEETS
AND QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE THIRD QUARTER ENDED 30 APRIL 2006
THE FIGURES HAVE NOT BEEN AUDITED

	AS AT END OF CURRENT QUARTER 30/04/2006 Unaudited <u>RM</u>	AS AT PRECEDING FINANCIAL YEAR ENDED 31/07/2005 Audited <u>RM</u>
ASSETS EMPLOYED		
PROPERTY, PLANT AND EQUIPMENT	440,620	454,662
DEVELOPMENT COSTS	1,091,585	701,054
CURRENT ASSETS		
Inventories	3,997,359	3,235,898
Trade receivables	7,246,594	4,672,042
Other receivables, deposits and prepayments	116,698	923,536
Tax recoverable	14,819	17,033
Deposits placed with licensed banks	2,420,493	1,187,531
Cash and bank balances	168,979	15,463
	<u>13,964,942</u>	<u>10,051,503</u>
LESS: CURRENT LIABILITIES		
Trade payables	983,849	1,145,374
Other payables and accruals	763,700	1,609,521
Amount due to a Directors	-	66,459
Borrowings	1,772,109	3,805,837
Taxation	73,273	60,396
	<u>3,592,931</u>	<u>6,687,587</u>
NET CURRENT ASSETS	10,372,011	3,363,916
	<u><u>11,904,216</u></u>	<u><u>4,519,632</u></u>
FINANCED BY:		
SHARE CAPITAL	7,559,778	2,629,889
SHARE PREMIUM	1,550,861	-
RETAINED PROFITS	1,944,102	819,728
	<u>11,054,741</u>	<u>3,449,617</u>
NEGATIVE GOODWILL	585,097	789,591
LONG TERM AND DEFERRED LIABILITY		
Borrowings	241,878	257,924
Deferred tax liabilities	22,500	22,500
	<u>11,904,216</u>	<u>4,519,632</u>
Number of ordinary shares at RM0.10 sen par each	75,597,780	26,298,890
Net assets per share attributable to ordinary equity holders of the parent (RM)	0.15	0.16

NOTES:

- The Unaudited Condensed Consolidated Income Statements should be read in conjunction with the audited financial statements for the year ended 31 July 2005 and the accompanying explanatory notes to this interim financial statements.*
- This is the third Interim Financial Statements on the consolidated results for the financial period ended 30 April 2006 announced by the Company in compliance with Bursa Malaysia Securities Berhad's ("Bursa Securities") requirements in conjunction with the admission of the Company to the MESDAQ Market of Bursa Securities.*
- Net assets per share is derived based on Focus Dynamics Technologies Berhad's net assets of RM11,702,994 (FYE 31/7/05-RM4,239,208) including development cost and negative goodwill over the issued number of ordinary shares of 75,597,780 (FYE 31/7/05 - RM26,298,890) of RM0.10 each*