

FOCUS DYNAMICS TECHNOLOGIES BERHAD (Company No: 582924-P)
CONDENSED CONSOLIDATED INCOME STATEMENTS
AND QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FOURTH QUARTER ENDED 31 JULY 2006
THE FIGURES HAVE NOT BEEN AUDITED

	Note	INDIVIDUAL QUARTER CURRENT YEAR QUARTER 31/07/2006 RM	PRECEDING YEAR CORRESPONDING QUARTER 31/07/2005 RM	CUMULATIVE QUARTER CURRENT YEAR TO DATE 31/07/2006 RM	PRECEDING YEAR CORRESPONDING PERIOD 31/07/2005 RM
REVENUE	A9	3,143,960	N/A	9,372,268	N/A
COST OF SALES		(2,362,854)	N/A	(6,431,178)	N/A
GROSS PROFIT		781,106	N/A	2,941,090	N/A
OTHER INCOME		142,923	N/A	521,585	N/A
OPERATING EXPENSES		(465,536)	N/A	(1,665,663)	N/A
PROFIT FROM OPERATIONS		458,493	N/A	1,797,012	N/A
INTEREST INCOME		13,725	N/A	79,295	N/A
INTEREST EXPENSE		(29,188)	N/A	(177,803)	N/A
PROFIT BEFORE TAXATION		443,030	N/A	1,698,504	N/A
TAXATION	B5	(92,200)	N/A	(223,300)	N/A
PROFIT FOR THE PERIOD		350,830	N/A	1,475,204	N/A
MINORITY INTEREST		-	-	-	-
PROFIT ATTRIBUTABLE TO ORDINARY EQUITY HOLDERS OF PARENT		<u>350,830</u>	<u>N/A</u>	<u>1,475,204</u>	<u>N/A</u>
Earnings Per Ordinary Share					
- Basic (sen)	B13	0.46	N/A	2.31	N/A
- Diluted (sen)		N/A	N/A	N/A	N/A
Proposed/declared dividend per share (sen)		-	-	-	-

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 fourth Interim Financial Statements on the consolidated results for the financial year ended 31 July 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. There are no comparative results presented as the existing Focus Group only came into existence on 23 June 2005 following the completion of the acquisitions of Focus Dynamics Centre Sdn Bhd and Focus Dynamics Drives Sdn Bhd.

FOCUS DYNAMICS TECHNOLOGIES BERHAD (Company No: 582924-P)
CONDENSED CONSOLIDATED BALANCE SHEETS
AND QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FOURTH QUARTER ENDED 31 JULY 2006
THE FIGURES HAVE NOT BEEN AUDITED

	AS AT END OF CURRENT QUARTER 31/07/2006 Unaudited	AS AT PRECEDING FINANCIAL YEAR ENDED 31/07/2005 Audited
	RM	RM
ASSETS EMPLOYED		
PROPERTY, PLANT AND EQUIPMENT	406,979	454,662
DEVELOPMENT COSTS	1,431,244	701,054
CURRENT ASSETS		
Inventories	5,282,515	3,235,898
Trade receivables	5,804,204	4,672,042
Other receivables, deposits and prepayments	94,310	923,536
Tax recoverable	13,619	17,033
Deposits placed with licensed banks	2,729,009	1,187,531
Cash and bank balances	666,014	15,463
	<u>14,589,671</u>	<u>10,051,503</u>
LESS: CURRENT LIABILITIES		
Trade payables	709,581	1,145,374
Other payables and accruals	722,448	1,609,521
Amount due to a Directors	-	66,459
Borrowings	2,842,524	3,805,837
Taxation	144,276	60,396
	<u>4,418,829</u>	<u>6,687,587</u>
NET CURRENT ASSETS	10,170,842	3,363,916
	<u>12,009,065</u>	<u>4,519,632</u>
FINANCED BY:		
SHARE CAPITAL	7,559,778	2,629,889
SHARE PREMIUM	1,550,862	-
RETAINED PROFITS	2,294,932	819,728
	<u>11,405,572</u>	<u>3,449,617</u>
NEGATIVE GOODWILL	516,932	789,591
LONG TERM AND DEFERRED LIABILITY		
Borrowings	64,061	257,924
Deferred tax liabilities	22,500	22,500
	<u>12,009,065</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)	0.16	0.16

NOTES:

1. The Unaudited Condensed Consolidated Income Statements should be read in conjunction with with the audited financial statements for the year ended 31 July 2005 and the accompanying explanatory notes to this interim financial statements.
2. This is the fourth Interim Financial Statements on the consolidated results for the financial year ended 31 July 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. Net assets per share is derived based on Focus Dynamics Technologies Berhad's net assets of RM11,922,504 (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

FOCUS DYNAMICS TECHNOLOGIES BERHAD (Company No: 582924-P)
 CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
 AND QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FOURTH QUARTER ENDED 31 JULY 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		(1,799,249)		(1,799,249)
Profit for the quarters	-		1,475,204	1,475,204
Balance at 31 July 2006	<u>7,559,778</u>	<u>1,550,862</u>	<u>2,294,932</u>	<u>11,405,572</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 fourth Interim Financial Statements on the consolidated results for the financial year ended 31 July 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.*

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

CONDENSED CONSOLIDATED CASH FLOW STATEMENTS

AND QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FOURTH QUARTER ENDED 31 JULY 2006

THE FIGURES HAVE NOT BEEN AUDITED

	CUMULATIVE QUARTER CURRENT YEAR TO DATE 31/07/2006 RM	PRECEDING YEAR CORRESPONDING PERIOD 31/07/2005 RM
CASH FLOWS FROM OPERATING ACTIVITIES		
Cash receipts from customers	9,318,383	68,463
Cash payments to suppliers and employees	<u>(12,125,595)</u>	<u>(178,828)</u>
Cash generated from operations	(2,807,212)	(110,365)
Interest received	79,295	4,268
Interest paid	(168,802)	(17,846)
Income taxes paid	(136,017)	(2,981)
Net cash used in operating activities	<u>(3,032,736)</u>	<u>(126,924)</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of plant and equipment	(95,289)	(2,257)
Increase in placement of fixed deposits pledged	(41,478)	(4,268)
Proceeds from disposal of plant and equipment	5,480	(52,756)
Net cash used in investing activities	<u>(131,287)</u>	<u>(59,281)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Repayment of banker acceptance	(976,000)	266,000
Hire purchase financing obtained	38,400	-
Repayment of hire purchase liabilities	(58,662)	(3,743)
Repayment of bills payables	22,273	(252,779)
Proceeds from the issue of share capital	8,280,000	-
Payment of listing expenses	(1,799,249)	-
Net cash from financing activities	<u>5,506,762</u>	<u>9,478</u>
Net decrease in cash and cash equivalent	2,342,739	(176,727)
Cash and cash equivalent at beginning of year	<u>(176,725)</u>	<u>2</u>
Cash and cash equivalent at end of year	<u><u>2,166,014</u></u>	<u><u>(176,725)</u></u>
Cash and cash equivalent comprise:		
Cash and bank balances	666,014	15,463
Fixed deposit with licensed banks	1,500,000	-
Bank overdraft	-	(192,188)
	<u><u>2,166,014</u></u>	<u><u>(176,725)</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 fourth Interim Financial Statements on the consolidated results for the financial year ended 31 July 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. The comparative consolidated results presented are in respect of the period from date of acquisition of its subsidiaries, Focus Dynamics Centre Sdn Bhd and Focus Dynamics Drives Sdn Bhd and its subsidiaries (Focus Dynamics Distribution Sdn Bhd and Focus Dynamics Industrial Systems Limited) on 23 June 2005 to 31 July 2005. The Company was listed on the MESDAQ market on 10 February 2006.