

FOCUS DYNAMICS TECHNOLOGIES BERHAD (Company No: 582924-P)
CONDENSED CONSOLIDATED INCOME STATEMENTS
AND QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FIRST QUARTER ENDED 31 OCTOBER 2007
THE FIGURES HAVE NOT BEEN AUDITED

		INDIVIDUAL QUARTER CURRENT YEAR QUARTER 31/10/2007	PRECEDING YEAR CORRESPONDING QUARTER 31/10/2006	CUMULATIVE QUARTERS CURRENT YEAR TO DATE 31/10/2007	PRECEDING YEAR CORRESPONDING PERIOD 31/10/2006
	Note	RM	RM	RM	RM
REVENUE	A9	5,647,803	2,808,178	5,647,803	2,808,178
COST OF SALES		(4,271,299)	(1,931,334)	(4,271,299)	(1,931,334)
GROSS PROFIT		1,376,504	876,844	1,376,504	876,844
OTHER INCOME		84,347	50,913	84,347	50,913
OPERATING EXPENSES		(886,807)	(622,590)	(886,807)	(622,590)
PROFIT FROM OPERATIONS		574,044	305,167	574,044	305,167
INTEREST INCOME		12,184	15,317	12,184	15,317
INTEREST EXPENSES		(46,264)	(56,526)	(46,264)	(56,526)
SHARE OF RESULTS OF ASSOCIATED COMPANY		13,916	-	13,916	-
PROFIT BEFORE TAXATION		553,880	263,958	553,880	263,958
TAXATION	B5	(134,000)	(51,900)	(134,000)	(51,900)
PROFIT FOR THE PERIOD		419,880	212,058	419,880	212,058
MINORITY INTEREST		-	-	-	-
PROFIT ATTRIBUTABLE TO ORDINARY EQUITY HOLDERS OF PARENT		419,880	212,058	419,880	212,058
Earnings Per Ordinary Share					
- Basic (sen)	B13	0.44	0.22	0.44	0.22
- Diluted (sen)		0.44	N/A	0.44	N/A
Proposed/declared dividend per share (sen)		-	-	-	-

NOTES:

The Unaudited Condensed Consolidated Income Statements should be read in conjunction with the Annual Financial Statements for the year ended 31 July 2007 and the accompanying explanatory notes to this Interim Financial Statements.

FOCUS DYNAMICS TECHNOLOGIES BERHAD (Company No: 582924-P)
CONDENSED CONSOLIDATED BALANCE SHEETS
AND QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FIRST QUARTER ENDED 31 OCTOBER 2007
THE FIGURES HAVE NOT BEEN AUDITED

	AS AT END OF CURRENT QUARTER 31/10/2007 Unaudited <u>RM</u>	AS AT PRECEDING FINANCIAL YEAR ENDED 31/07/2007 Audited <u>RM</u>
NON CURRENT ASSETS		
Plant and equipment	776,894	550,446
Products development expenditure	2,228,897	2,267,687
Investment in associated companies	39,911	73,756
Investment in unquoted shares	11,761	-
Goodwill on consolidation	2,209,793	2,209,793
Deferred tax assets	4,087	4,087
	<u>5,271,343</u>	<u>5,105,769</u>
CURRENT ASSETS		
Inventories	6,458,874	6,432,215
Trade receivables	9,119,537	7,377,715
Other receivables, deposits and prepayments	772,945	616,473
Amount due from associated companies	37,442	267,609
Tax recoverable	13,000	20,000
Deposits with licensed banks	2,408,941	2,060,502
Short-term deposit	28,603	28,603
Cash in hand and at banks	786,812	1,207,340
	<u>19,626,154</u>	<u>18,010,457</u>
CURRENT LIABILITIES		
Trade payables	3,011,564	2,653,942
Other payables and accruals	4,029,949	1,913,471
Amount due to associated companies	28,493	134,278
Amount due to directors	133,205	2,082,285
Borrowings	3,642,914	3,521,705
Tax payable	300,482	323,289
	<u>11,146,607</u>	<u>10,628,970</u>
NET CURRENT ASSETS	8,479,547	7,381,487
	<u>13,750,890</u>	<u>12,487,256</u>
FINANCED BY:		
SHARE CAPITAL	9,449,723	9,449,723
SHARE PREMIUM	340,317	123,093
WARRANT RESERVE	574,972	-
RETAINED PROFITS	3,021,833	2,601,953
SHAREHOLDERS' EQUITY	<u>13,386,845</u>	<u>12,174,769</u>
NON CURRENT LIABILITIES		
Borrowings	312,566	261,008
Deferred tax liabilities	51,479	51,479
	<u>13,750,890</u>	<u>12,487,256</u>
Number of ordinary shares at RM0.10 sen par each	94,497,225	94,497,225
Net assets per share attributable to ordinary equity holders of the parent (sen)	14.17	12.88

NOTES:

1. The Unaudited Condensed Consolidated Balance Sheets should be read in conjunction with the Annual Financial Statements for the year ended 31 July 2007 and the accompanying explanatory notes to this Interim Financial Statements.

2. Net assets per share is derived based on Focus Dynamics Technologies Berhad's consolidated net assets of RM13,386,845 (FYE 31/7/07- RM12,174,769) including products development expenditure over the issued number of ordinary shares of 94,497,225 (FYE 31/7/07 - 94,497,225) 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 FIRST QUARTER ENDED 31 OCTOBER 2007
THE FIGURES HAVE NOT BEEN AUDITED

	Share Capital	-----Non-distributable----- Share Premium	Negative Goodwill	Warrant Reserve	Distributable Retained Profits	Total
	RM	RM	RM	RM	RM	RM
Balance at 1 August 2006	7,559,778	1,550,862	516,932	-	2,291,042	11,918,614
Prior year adjustment - effects of adopting FRS 3	-	-	(516,932)	-	516,932	-
Balance at 1 August 2006 (as restated)	<u>7,559,778</u>	<u>1,550,862</u>	<u>-</u>	<u>-</u>	<u>2,807,974</u>	<u>11,918,614</u>
Profit for the year	-	-	-	-	502,924	502,924
Bonus shares issue	1,889,945	(1,181,000)	-	-	(708,945)	-
Expenses incurred on bonus shares issue set-off to share premium account	-	(246,769)	-	-	-	(246,769)
Balance at 31 July 2007	<u>9,449,723</u>	<u>123,093</u>	<u>-</u>	<u>-</u>	<u>2,601,953</u>	<u>12,174,769</u>
Balance at 1 August 2007	9,449,723	123,093	-	-	2,601,953	12,174,769
Profit for the quarter	-	-	-	-	419,880	419,880
Issue of warrants						
- renounceable rights issue	-	370,000	-	574,972	-	944,972
- warrants issue costs	-	(152,776)	-	-	-	(152,776)
Balance at 31 October 2007	<u>9,449,723</u>	<u>340,317</u>	<u>-</u>	<u>574,972</u>	<u>3,021,833</u>	<u>13,386,845</u>

NOTE:

The Unaudited Condensed Consolidated Statement of Changes In Equity should be read in conjunction with the Annual Financial Statements for the year ended 31 July 2007 and the accompanying explanatory notes to this Interim Financial Statements.

FOCUS DYNAMICS TECHNOLOGIES BERHAD (Company No: 582924-P)
CONDENSED CONSOLIDATED CASH FLOW STATEMENTS
AND QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FIRST QUARTER ENDED 31 OCTOBER 2007
THE FIGURES HAVE NOT BEEN AUDITED

	CUMULATIVE QUARTERS	
	CURRENT YEAR TO DATE 31/10/2007 RM	PRECEDING YEAR CORRESPONDING PERIOD 31/10/2006 RM
CASH FLOWS FROM OPERATING ACTIVITIES		
Cash receipts from customers	3,950,532	1,585,467
Cash payments to suppliers and employees	<u>(4,547,426)</u>	<u>(1,900,816)</u>
Cash used in operations	(596,894)	(315,349)
Interest received	12,184	15,317
Interest paid	(42,048)	(54,001)
Income taxes paid	(149,808)	(21,665)
Net cash used in operating activities	<u>(776,566)</u>	<u>(375,698)</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of plant and equipment	(211,269)	(15,737)
Proceeds from disposal of investment in associated company	36,000	-
Increase in placement of fixed deposits pledged	(48,439)	(11,176)
Net cash used in investing activities	<u>(223,708)</u>	<u>(26,913)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Payment of warrants issue expenses	(152,776)	-
Proceeds from bankers acceptance	124,000	828,000
Payment of hire purchase interest	(4,216)	(1,683)
Repayment of hire purchase liabilities	(17,872)	(10,677)
Repayments to bills payables	-	(549,061)
Proceeds from the issue of warrants	944,972	-
Net cash generated from financing activities	<u>894,108</u>	<u>266,579</u>
Net decrease in cash and cash equivalent	(106,166)	(136,032)
Cash and cash equivalent at beginning of year	<u>1,996,581</u>	<u>2,165,981</u>
Cash and cash equivalent at end of year	<u><u>1,890,415</u></u>	<u><u>2,029,949</u></u>
Cash and cash equivalent comprise:		
Cash in hand and at banks	786,812	297,399
Short-term deposit	28,603	990,000
Fixed deposits with licensed banks (unpledged)	1,075,000	790,000
Bank overdraft	-	(47,450)
	<u>1,890,415</u>	<u>2,029,949</u>

NOTES:

The Unaudited Condensed Consolidated Cash Flow Statements should be read in conjunction with the Annual Financial Statements for the year ended 31 July 2007 and the accompanying explanatory notes to this Interim Financial Statements.