

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 2008
THE FIGURES HAVE NOT BEEN AUDITED

	Note	INDIVIDUAL QUARTER		CUMULATIVE QUARTERS	
		CURRENT YEAR QUARTER 31/07/2008 RM	PRECEDING YEAR CORRESPONDING QUARTER (Note 2) 31/07/2007 RM	CURRENT YEAR TO DATE 31/07/2008 RM	PRECEDING YEAR CORRESPONDING PERIOD (Note 2) 31/07/2007 RM
REVENUE	A9	4,385,769	6,262,595	20,861,105	14,866,518
COST OF SALES		<u>(3,420,465)</u>	<u>(4,836,511)</u>	<u>(16,267,078)</u>	<u>(10,938,189)</u>
GROSS PROFIT		965,304	1,426,084	4,594,027	3,928,329
OTHER INCOME		109,955	19,200	146,106	48,576
OPERATING EXPENSES		<u>(1,444,126)</u>	<u>(795,233)</u>	<u>(4,171,205)</u>	<u>(2,963,701)</u>
(LOSS)/PROFIT FROM OPERATIONS		(368,867)	650,051	568,928	1,013,204
INTEREST INCOME		17,901	12,033	54,502	44,493
INTEREST EXPENSES		(98,792)	(55,960)	(262,003)	(202,961)
SHARE OF RESULTS OF ASSOCIATED COMPANY		<u>(4,107)</u>	<u>(11,157)</u>	<u>57,302</u>	<u>(10,244)</u>
(LOSS)/PROFIT BEFORE TAXATION		(453,865)	594,967	418,729	844,492
TAXATION	B5	56,031	(184,600)	(264,488)	(341,568)
(LOSS)/PROFIT FOR THE PERIOD		<u>(397,834)</u>	<u>410,367</u>	<u>154,241</u>	<u>502,924</u>
MINORITY INTEREST		(8,897)	-	(6,993)	-
(LOSS)/PROFIT ATTRIBUTABLE TO ORDINARY EQUITY HOLDERS OF PARENT		<u><u>(406,731)</u></u>	<u><u>410,367</u></u>	<u><u>147,248</u></u>	<u><u>502,924</u></u>
Earning/(Loss) Per Ordinary Share					
- Basic (sen)	B13	(0.39)	0.43	0.14	0.53
- Diluted (sen)		(0.39)	N/A	0.14	N/A
Proposed/declared dividend per share (sen)		-	-	-	-

NOTES:

1. 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.

2. The Individual Quarter for the Preceding Year Corresponding Quarter to 31 July 2007 are unaudited. However, the Cumulative Quarters for the Preceding Year Corresponding Period to 31 July 2007 relates to the audited figures as reported in the Annual Financial Statements for the year ended 31 July 2007.

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 2008
THE FIGURES HAVE NOT BEEN AUDITED

	AS AT END OF CURRENT QUARTER 31/07/2008 Unaudited <u>RM</u>	AS AT PRECEDING FINANCIAL YEAR ENDED 31/07/2007 Audited <u>RM</u>
ASSETS		
Non-Current Assets		
Property, plant and equipment	2,969,889	550,446
Products development expenditure	2,041,647	2,267,687
Investment in associated companies	83,337	73,756
Investment in unquoted shares	11,761	-
Goodwill on consolidation	2,261,580	2,209,793
Deferred tax assets	1,687	4,087
	<u>7,369,901</u>	<u>5,105,769</u>
Current Assets		
Inventories	5,390,779	6,432,215
Trade receivables	10,434,202	7,377,715
Other receivables, deposits and prepayments	617,211	616,473
Amount due from associated companies	280,642	267,609
Tax recoverable	114,603	20,000
Deposits with licensed banks	2,297,378	2,060,502
Short-term deposit	34,194	28,603
Cash in hand and at banks	712,909	1,207,340
	<u>19,881,918</u>	<u>18,010,457</u>
TOTAL ASSETS	<u>27,251,819</u>	<u>23,116,226</u>
EQUITY AND LIABILITIES		
Equity		
Share capital	10,394,693	9,449,723
Share premium	1,769,372	123,093
Warrant reserve	574,972	-
Retained profits	2,749,201	2,601,953
Equity attributable to equity holders of the Company	<u>15,488,238</u>	<u>12,174,769</u>
Minority interest	46,993	-
Total Equity	<u>15,535,231</u>	<u>12,174,769</u>
Liabilities		
Non-Current Liabilities		
Borrowings	2,036,544	261,008
Deferred tax liabilities	51,479	51,479
	<u>2,088,023</u>	<u>312,487</u>
Current Liabilities		
Trade payables	2,717,682	2,653,942
Other payables and accruals	2,708,479	1,913,471
Amount due to associated companies	80,671	134,278
Amount due to directors	59,174	2,082,285
Borrowings	3,874,990	3,521,705
Tax payable	187,569	323,289
	<u>9,628,565</u>	<u>10,628,970</u>
Total Liabilities	<u>11,716,588</u>	<u>10,941,457</u>
TOTAL EQUITY AND LIABILITIES	<u>27,251,819</u>	<u>23,116,226</u>
Number of ordinary shares at RM0.10 sen par each	103,946,925	94,497,225
Net assets per share attributable to ordinary equity holders of the parent (sen)	14.90	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 RM15,488,238 (FYE 31/7/07- RM12,174,769) including products development expenditure over the issued number of ordinary shares of 103,946,925 (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 FOURTH QUARTER ENDED 31 JULY 2008

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)	7,559,778	1,550,862	-	-	2,807,974	11,918,614
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 year	-	-	-	-	147,248	147,248
Issues of shares	944,970	1,511,952	-	-	-	2,456,922
Expenses incurred on issues of shares	-	(82,897)	-	-	-	(82,897)
Issue of warrants						
- renounceable rights issue	-	370,000	-	574,972	-	944,972
- warrants issue costs	-	(152,776)	-	-	-	(152,776)
Balance at 31 July 2008	<u>10,394,693</u>	<u>1,769,372</u>	<u>-</u>	<u>574,972</u>	<u>2,749,201</u>	<u>15,488,238</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 FOURTH QUARTER ENDED 31 JULY 2008
THE FIGURES HAVE NOT BEEN AUDITED

	CUMULATIVE QUARTERS	
	CURRENT YEAR TO DATE 31/07/2008	PRECEDING YEAR CORRESPONDING PERIOD 31/07/2007 Audited (Note 2)
	RM	RM
CASH FLOWS FROM OPERATING ACTIVITIES		
Cash receipts from customers	18,084,257	14,024,246
Cash payments to suppliers and employees	(20,286,688)	(10,887,915)
Cash (used in)/generated from operations	<u>(2,202,431)</u>	<u>3,136,331</u>
Interest received	60,092	50,541
Interest paid	(224,086)	(164,162)
Dividend income	-	8,603
Income taxes refunded	-	7,045
Income taxes paid	(492,411)	(225,605)
Net cash (used in)/generated from operating activities	<u>(2,858,836)</u>	<u>2,812,753</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of plant and equipment	(2,543,164)	(150,230)
Purchase of investment in associated companies	(40)	(84,000)
Proceeds from disposal of investment in associated company	36,000	-
Acquisition of subsidiary, net of cash	15,044	(3,123,139)
Increase in placement of fixed deposits pledged	(87,466)	(64,493)
Proceeds from disposal of plant and equipment	6,000	1,200
Net cash used in investing activities	<u>(2,573,626)</u>	<u>(3,420,662)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Payment of warrants issue expenses	(152,777)	-
Payment of share issues expenses	(82,897)	(246,769)
Proceeds from bankers acceptance	355,000	1,039,000
Payment of hire purchase interest	(37,917)	(51,605)
Repayment of hire purchase liabilities	(84,774)	(71,554)
Repayments to bills payables	(74,792)	(230,563)
Repayments to term loan	(25,019)	-
Proceeds from term loan financing	1,802,415	-
Proceeds from issues of shares	2,456,922	-
Proceeds from the issue of warrants	944,972	-
Net cash generated from financing activities	<u>5,101,133</u>	<u>438,509</u>
Net decrease in cash and cash equivalent	(331,329)	(169,400)
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>1,665,252</u></u>	<u><u>1,996,581</u></u>
Cash and cash equivalent comprise:		
Cash in hand and at banks	712,909	1,207,340
Short-term deposit	34,194	28,603
Fixed deposits with licensed banks (unpledged)	930,000	775,000
Bank overdraft	(11,851)	(14,362)
	<u><u>1,665,252</u></u>	<u><u>1,996,581</u></u>

NOTES:

1. 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.

2. The Cumulative Quarters for the Preceding Year Corresponding Period to 31 July 2007 are extracted from the audited figures as reported in the Annual Financial Statements for the financial year ended 31 July 2007.