

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 2009
THE FIGURES HAVE NOT BEEN AUDITED

	Note	INDIVIDUAL QUARTER		CUMULATIVE QUARTERS	
		CURRENT YEAR QUARTER 31/10/2009	PRECEDING YEAR CORRESPONDING QUARTER 31/10/2008	CURRENT YEAR TO DATE 31/10/2009	PRECEDING YEAR CORRESPONDING PERIOD 31/10/2008
		RM	RM	RM	RM
REVENUE	A9	3,180,066	5,709,367	3,180,066	5,709,367
COST OF SALES		<u>(2,717,550)</u>	<u>(4,725,855)</u>	<u>(2,717,550)</u>	<u>(4,725,855)</u>
GROSS PROFIT		462,516	983,512	462,516	983,512
OTHER INCOME		61,959	28,632	61,959	28,632
OPERATING EXPENSES		<u>(637,092)</u>	<u>(1,048,093)</u>	<u>(637,092)</u>	<u>(1,048,093)</u>
LOSS FROM OPERATIONS		(112,617)	(35,949)	(112,617)	(35,949)
INTEREST INCOME		11,324	12,007	11,324	12,007
INTEREST EXPENSES		(89,960)	(89,626)	(89,960)	(89,626)
GAIN TO GROUP ON DISPOSAL OF SUBSIDIARIES/ASSOCIATED COMPANY		135,663	-	135,663	-
SHARE OF RESULTS OF ASSOCIATED COMPANIES		<u>(121,752)</u>	<u>(44,825)</u>	<u>(121,752)</u>	<u>(44,825)</u>
LOSS BEFORE TAXATION		(177,342)	(158,393)	(177,342)	(158,393)
TAXATION	B5	(4,000)	37,077	(4,000)	37,077
LOSS FOR THE PERIOD		<u>(181,342)</u>	<u>(121,316)</u>	<u>(181,342)</u>	<u>(121,316)</u>
MINORITY INTEREST		-	(9,527)	-	(9,527)
LOSS ATTRIBUTABLE TO ORDINARY EQUITY HOLDERS OF PARENT		<u><u>(181,342)</u></u>	<u><u>(130,843)</u></u>	<u><u>(181,342)</u></u>	<u><u>(130,843)</u></u>
(Loss)/Earnings Per Ordinary Share					
- Basic (sen)	B13	(0.17)	(0.13)	(0.17)	(0.13)
- Diluted (sen)		(0.17)	(0.13)	(0.17)	(0.13)
Proposed/declared dividend per share (sen)		-	-	-	-

NOTE:

The Unaudited Condensed Consolidated Income Statements should be read in conjunction with the Annual Financial Statements for the year ended 31 July 2009 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 2009
THE FIGURES HAVE NOT BEEN AUDITED

	AS AT END OF CURRENT QUARTER 31/10/2009 Unaudited RM	AS AT PRECEDING FINANCIAL YEAR ENDED 31/07/2009 Audited RM
ASSETS		
Non-Current Assets		
Property, plant and equipment	6,231,879	5,312,486
Products development expenditure	1,694,095	1,763,606
Investment in associated companies	85,136	226,892
Other investment	13,000	13,000
Goodwill on consolidation	2,261,580	2,261,580
Deferred tax assets	1,684	1,684
	<u>10,287,374</u>	<u>9,579,248</u>
Current Assets		
Inventories	3,583,071	3,980,507
Trade receivables	9,159,544	10,258,037
Other receivables, deposits and prepayments	783,061	324,814
Amount due from associated companies	218,764	606,937
Tax recoverable	335,848	325,141
Deposits with licensed banks	2,170,924	1,409,600
Cash in hand and at banks	254,301	630,199
	<u>16,505,513</u>	<u>17,535,235</u>
TOTAL ASSETS	<u><u>26,792,887</u></u>	<u><u>27,114,483</u></u>
EQUITY AND LIABILITIES		
Equity		
Share capital	11,894,693	10,394,693
Share premium	1,699,492	1,769,372
Warrant reserve	574,972	574,972
Foreign currency translation reserve	16,728	16,659
Retained profits	127,318	308,660
Equity attributable to equity holders of the Company	<u>14,313,203</u>	<u>13,064,356</u>
Minority interest	-	46,467
Total Equity	<u><u>14,313,203</u></u>	<u><u>13,110,823</u></u>
Liabilities		
Non-Current Liabilities		
Borrowings	3,131,352	3,162,453
Deferred tax liabilities	-	-
	<u>3,131,352</u>	<u>3,162,453</u>
Current Liabilities		
Trade payables	2,216,169	4,128,061
Other payables and accruals	1,760,088	975,789
Amount due to associated companies	-	120,876
Amount due to directors	242,663	894,838
Borrowings	5,129,412	4,721,643
	<u>9,348,332</u>	<u>10,841,207</u>
Total Liabilities	<u><u>12,479,684</u></u>	<u><u>14,003,660</u></u>
TOTAL EQUITY AND LIABILITIES	<u><u>26,792,887</u></u>	<u><u>27,114,483</u></u>
Number of ordinary shares at RM0.10 sen par each	118,946,925	103,946,925
Net assets per share attributable to ordinary equity holders of the parent (sen)	12.03	12.57

NOTES:

1. The Unaudited Condensed Consolidated Balance Sheets should be read in conjunction with the Annual Financial Statements for the year ended 31 July 2009 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 RM14,313,203 (FYE 31/7/09- RM13,064,356) including products development expenditure over the issued number of ordinary shares of 118,946,925 (FYE 31/7/09 - 103,946,925) 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 2009
THE FIGURES HAVE NOT BEEN AUDITED

	<-----Non-distributable----->				Distributable	
	Share Capital RM	Share Premium RM	Warrant Reserve RM	Foreign Currency Translation Reserve RM	Retained Profits RM	Total RM
Balance at 1 August 2008	10,394,693	1,769,372	574,972	2,350	2,740,540	15,481,927
Exchange difference	-	-	-	14,309	-	14,309
Net loss for the year	-	-	-	-	(2,431,880)	(2,431,880)
Balance at 31 July 2009	<u>10,394,693</u>	<u>1,769,372</u>	<u>574,972</u>	<u>16,659</u>	<u>308,660</u>	<u>13,064,356</u>
Balance at 1 August 2009	10,394,693	1,769,372	574,972	16,659	308,660	13,064,356
Issue of shares	1,500,000	-	-	-	-	1,500,000
Share issue expenses	-	(69,880)	-	-	-	(69,880)
Loss for the quarter	-	-	-	-	(181,342)	(181,342)
Exchange difference	-	-	-	69	-	69
Balance at 31 July 2010	<u>11,894,693</u>	<u>1,699,492</u>	<u>574,972</u>	<u>16,728</u>	<u>127,318</u>	<u>14,313,203</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 2009 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 2009
THE FIGURES HAVE NOT BEEN AUDITED

	CUMULATIVE QUARTERS	
	CURRENT YEAR TO DATE 31/10/2009 RM	PRECEDING YEAR CORRESPONDING PERIOD 31/10/2008 RM
CASH FLOWS FROM OPERATING ACTIVITIES		
Cash receipts from customers	3,114,497	2,539,569
Cash payments to suppliers and employees	<u>(3,303,985)</u>	<u>(3,168,889)</u>
Cash used in operations	(189,488)	(629,320)
Interest received	11,324	12,007
Interest paid	(84,698)	(85,415)
Dividend income received	-	-
Income taxes paid	(14,707)	(51,134)
Net cash used in operating activities	<u>(277,569)</u>	<u>(753,862)</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of plant and equipment	(1,125,911)	(2,168)
Purchase of investment in associated companies	-	(248,960)
Proceeds from disposal of an associated company	20,000	-
Disposal of subsidiaries, net of cash	(74,947)	-
Acquisition of subsidiary, net of cash	-	66,423
Net cash used in investing activities	<u>(1,180,858)</u>	<u>(184,705)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Payment of share issues expenses	(69,880)	-
Increase in placement of fixed deposits pledged	(11,324)	(11,446)
Proceeds from bankers acceptance	-	43,000
Repayments of bankers acceptance	(4,000)	-
Payment of hire purchase interest	(5,262)	(27,166)
Repayments of hire purchase liabilities	(39,857)	(5,248)
Proceeds from bills payables	-	211,710
Repayment to bills payables	(365,117)	-
Repayments to term loan	-	(12,618)
Proceeds from term loan financing	874,108	-
Proceeds from the issue of shares	1,500,000	-
Net cash generated from financing activities	<u>1,878,668</u>	<u>198,232</u>
Net increase/(decrease) in cash and cash equivalent	420,241	(740,335)
Cash and cash equivalent at beginning of year	<u>584,060</u>	<u>1,665,307</u>
Cash and cash equivalent at end of year	<u><u>1,004,301</u></u>	<u><u>924,972</u></u>
Cash and cash equivalent comprise:		
Cash in hand and at banks	254,301	768,553
Short-term deposit	-	34,370
Fixed deposits with licensed banks (unpledged)	750,000	200,000
Bank overdraft	-	(77,951)
	<u><u>1,004,301</u></u>	<u><u>924,972</u></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 2009 and the accompanying explanatory notes to this Interim Financial Statements.