

FOCUS DYNAMICS TECHNOLOGIES BERHAD (Company No: 582924-P)
CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
AND QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FIRST QUARTER ENDED 31 OCTOBER 2010
THE FIGURES HAVE NOT BEEN AUDITED

		INDIVIDUAL QUARTER		CUMULATIVE QUARTERS	
		CURRENT YEAR QUARTER	PRECEDING YEAR CORRESPONDING QUARTER (RESTATED)	CURRENT YEAR TO DATE	PRECEDING YEAR CORRESPONDING PERIOD (RESTATED)
	Note	31/10/2010	31/10/2009	31/10/2010	31/10/2009
		RM	RM	RM	RM
CONTINUING OPERATIONS					
REVENUE	A9	1,574,903	3,180,066	1,574,903	3,180,066
COST OF SALES		<u>(1,174,746)</u>	<u>(2,717,550)</u>	<u>(1,174,746)</u>	<u>(2,717,550)</u>
GROSS PROFIT		400,157	462,516	400,157	462,516
OTHER INCOME		7,610	61,959	7,610	61,959
OPERATING EXPENSES		<u>(467,473)</u>	<u>(637,092)</u>	<u>(467,473)</u>	<u>(637,092)</u>
LOSS FROM OPERATIONS		(59,706)	(112,617)	(59,706)	(112,617)
INTEREST INCOME		-	11,324	-	11,324
INTEREST EXPENSES		(69,632)	(89,960)	(69,632)	(89,960)
GAIN TO GROUP ON DISPOSAL OF SUBSIDIARIES AND ASSOCIATED COMPANY SHARE OF RESULTS OF ASSOCIATED COMPANIES		-	135,663	-	135,663
		<u>(14,715)</u>	<u>(121,752)</u>	<u>(14,715)</u>	<u>(121,752)</u>
LOSS BEFORE TAX		(144,053)	(177,342)	(144,053)	(177,342)
INCOME TAX EXPENSE	B5	<u>(1,684)</u>	<u>(4,000)</u>	<u>(1,684)</u>	<u>(4,000)</u>
LOSS FOR THE PERIOD		(145,737)	(181,342)	(145,737)	(181,342)
OTHER COMPREHENSIVE INCOME					
EXCHANGE DIFFERENCES ON TRANSLATION OF FOREIGN OPERATIONS		-	69	-	69
TOTAL COMPREHENSIVE LOSS FOR THE PERIOD		<u>(145,737)</u>	<u>(181,273)</u>	<u>(145,737)</u>	<u>(181,273)</u>
LOSS FOR THE PERIOD ATTRIBUTABLE TO:					
OWNERS OF THE PARENT		(145,737)	(181,342)	(145,737)	(181,342)
NON-CONTROLLING INTEREST		-	-	-	-
		<u>(145,737)</u>	<u>(181,342)</u>	<u>(145,737)</u>	<u>(181,342)</u>
TOTAL COMPREHENSIVE INCOME/(LOSS) ATTRIBUTABLE TO:					
OWNERS OF THE PARENT		(145,737)	(181,273)	(145,737)	(181,273)
NON-CONTROLLING INTEREST		-	-	-	-
		<u>(145,737)</u>	<u>(181,273)</u>	<u>(145,737)</u>	<u>(181,273)</u>
Loss Per Ordinary Share					
- Basic (sen)	B13	(0.11)	(0.17)	(0.11)	(0.17)
- Diluted (sen)		(0.11)	(0.17)	(0.11)	(0.17)

NOTE:

The Unaudited Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Annual Financial Statements for the year ended 31 July 2010 and the accompanying explanatory notes to this Interim Financial Statements.

FOCUS DYNAMICS TECHNOLOGIES BERHAD (Company No: 582924-P)
 CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
 AND QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 31 OCTOBER 2010
 THE FIGURES HAVE NOT BEEN AUDITED

	AS AT END OF CURRENT QUARTER 31/10/2010 Unaudited	AS AT PRECEDING FINANCIAL YEAR ENDED 31/07/2010 Audited (Restated)
	RM	RM
ASSETS		
Non-Current Assets		
Property, plant and equipment	7,560,990	7,584,620
Products development expenditure	1,416,053	1,485,564
Goodwill on consolidation	2,209,793	2,209,793
Investment in associated companies	38,024	52,740
Deferred tax assets	-	1,684
	<u>11,224,860</u>	<u>11,334,401</u>
Current Assets		
Inventories	2,026,618	2,121,772
Tax recoverable	540,074	512,308
Trade and other receivables	9,272,239	9,097,851
Amount due from associated company	407,792	337,444
Fixed deposits with licenced banks	52,924	52,924
Cash and bank balances	60,109	189,473
	<u>12,359,756</u>	<u>12,311,772</u>
TOTAL ASSETS	<u><u>23,584,616</u></u>	<u><u>23,646,173</u></u>
EQUITY AND LIABILITIES		
Equity attributable to owners of the Parent		
Share capital	13,504,693	13,504,693
Share premium	2,091,289	2,091,289
Reserve	(486,646)	(340,909)
	<u>15,109,336</u>	<u>15,255,073</u>
Non-controlling interest	-	-
Total Equity	<u>15,109,336</u>	<u>15,255,073</u>
Liabilities		
Non-Current Liabilities		
Borrowings	4,652,747	4,988,491
	<u>4,652,747</u>	<u>4,988,491</u>
Current Liabilities		
Trade and other payables	3,234,335	3,016,513
Amount due to associated companies	63,779	48,940
Amount due to directors	26,337	92,423
Borrowings	498,082	244,733
	<u>3,822,533</u>	<u>3,402,609</u>
Total Liabilities	<u>8,475,280</u>	<u>8,391,100</u>
TOTAL EQUITY AND LIABILITIES	<u><u>23,584,616</u></u>	<u><u>23,646,173</u></u>
Number of ordinary shares at RM0.10 sen par each	135,046,925	135,046,925
Net assets per share attributable to ordinary equity holders of the parent (sen)	11.19	11.30

NOTES:

1. The Unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the Annual Financial Statements for the year ended 31 July 2010 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 RM15,109,336 (FYE 31/7/10- RM15,255,073) including products development expenditure over the issued number of ordinary shares of 135,046,925 (FYE 31/7/10 - 135,046,925) 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 2010
THE FIGURES HAVE NOT BEEN AUDITED

	-----Attributable to Owners of the Parent----->							
	-----Non-distributable----->			-----Distributable----->				
	Share Capital	Share Premium	Warrant Reserve	Foreign Currency Translation Reserve	Retained Profits/ (Accumulated Losses)	Total	Non- Controlling Interest	Total Equity
	RM	RM	RM	RM	RM	RM	RM	RM
Balance at 1 August 2009	10,394,693	1,769,372	574,972	16,659	308,660	13,064,356	46,467	13,110,823
Issue of shares	3,110,000	402,500	-	-	-	3,512,500	-	3,512,500
Share issue expenses	-	(80,583)	-	-	-	(80,583)	-	(80,583)
Total comprehensive loss for the year	-	-	-	(16,659)	(1,224,541)	(1,241,200)	(46,467)	(1,287,667)
Balance at 31 July 2010 (audited)	<u>13,504,693</u>	<u>2,091,289</u>	<u>574,972</u>	<u>-</u>	<u>(915,881)</u>	<u>15,255,073</u>	<u>-</u>	<u>15,255,073</u>
Balance at 1 August 2010	13,504,693	2,091,289	574,972	-	(915,881)	15,255,073	-	15,255,073
Total comprehensive loss for the period	-	-	-	-	(145,737)	(145,737)	-	(145,737)
Balance at 31 October 2010	<u>13,504,693</u>	<u>2,091,289</u>	<u>574,972</u>	<u>-</u>	<u>(1,061,618)</u>	<u>15,109,336</u>	<u>-</u>	<u>15,109,336</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 2010 and the accompanying explanatory notes to this Interim Financial Statements.

FOCUS DYNAMICS TECHNOLOGIES BERHAD (Company No: 582924-P)
CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
AND QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FIRST QUARTER ENDED 31 OCTOBER 2010
THE FIGURES HAVE NOT BEEN AUDITED

	CUMULATIVE QUARTERS	
	CURRENT YEAR TO DATE 31/10/2010 RM	PRECEDING YEAR CORRESPONDING PERIOD 31/10/2009 RM
CASH FLOWS FROM OPERATING ACTIVITIES		
Cash receipts from customers	1,014,313	3,114,497
Cash payments to suppliers and employees	(961,822)	(3,303,985)
Cash generated from/(used in) operations	<u>52,491</u>	<u>(189,488)</u>
Interest received	-	11,324
Interest paid	(68,447)	(84,698)
Income taxes paid	(27,766)	(14,707)
Net cash used in operating activities	<u>(43,722)</u>	<u>(277,569)</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(2,063)	(1,125,911)
Proceeds from disposal of an associated company	-	20,000
Disposal of subsidiaries, net of cash	-	(74,947)
Net cash used in investing activities	<u>(2,063)</u>	<u>(1,180,858)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Payment of share issues expenses	-	(69,880)
Increase in placement of fixed deposits pledged	-	(11,324)
Repayments to bankers acceptance	(44,557)	(4,000)
Payment of hire purchase interest	(1,185)	(5,262)
Repayments of hire purchase liabilities	(10,752)	(39,857)
Repayments to bills payables	-	(365,117)
Repayments to term loan	(27,085)	-
Proceeds from term loan financing	-	874,108
Proceeds from the issue of shares	-	1,500,000
Net cash (used in)/generated from financing activities	<u>(83,579)</u>	<u>1,878,668</u>
Net (decrease)/increase in cash and cash equivalent	(129,364)	420,241
Cash and cash equivalent at beginning of year	189,473	584,060
Cash and cash equivalent at end of year	<u>60,109</u>	<u>1,004,301</u>
Cash and cash equivalent comprise:		
Cash in hand and at banks	60,109	254,301
Fixed deposits with licenced banks (unpledged)	-	750,000
	<u>60,109</u>	<u>1,004,301</u>

NOTES:

The Unaudited Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Annual Financial Statements for the year ended 31 July 2010 and the accompanying explanatory notes to this Interim Financial Statements.

**Focus Dynamics Technologies Berhad (“Focus” or the “Company”)
(Company No: 582924-P)
Interim Financial Reports for the 1st quarter ended 31 October 2010**

A. EXPLANATORY NOTES PURSUANT TO FINANCIAL REPORTING STANDARD (“FRS”) 134 INTERIM FINANCIAL REPORTING

A1. Basis of Preparation

- (a) The interim financial statements are unaudited and have been prepared in compliance with FRS 134 Interim Financial Reporting and Appendix 9B of the Listing Requirements of the Bursa Malaysia Securities Berhad (“Bursa Securities”) for the ACE Market.
- (b) The significant accounting policies adopted are consistent with those of the audited financial statements for the year ended 31 July 2010 except for the following new and revised FRS, Amendments to FRSs and IC Interpretations:

		Effective for financial periods beginning on or after
FRS 7	Financial Instruments: Disclosures	1 January 2010
FRS 101	Presentation of Financial Statements	1 January 2010
FRS 123	Borrowing Costs	1 January 2010
FRS 139	Financial Instruments: Recognition and Measurement	1 January 2010
IC Interpretation 9	Reassessment of Embedded Derivatives	1 January 2010
IC Interpretation 10	Interim Financial Reporting and Impairment	1 January 2010
IC Interpretation 11: FRS 2	Group and Treasury Share Transactions	1 January 2010
IC Interpretation 13	Customer Loyalty Programmes	1 January 2010
IC Interpretation 14: FRS 119	The Limit on a Defined Benefit Asset, Minimum Funding Requirements and their Interaction	1 January 2010
Amendments to FRS 1	First-time Adoption of Financial Reporting Standards	1 January 2010
Amendments to FRS 2	Share-based Payment: Vesting Conditions and Cancellations	1 January 2010
Amendments to FRS 7	Financial Instruments: Disclosures	1 January 2010
Amendments to FRS 8	Operating Segments	1 January 2010
Amendments to FRS 127	Consolidated and Separate Financial Statements: Cost of investment in a Subsidiary, Jointly Controlled Entity or Associate	1 January 2010
Amendments to FRS 108	Accounting Policies, Changes in Accounting Estimates and Errors	1 January 2010
Amendments to FRS 128	Investments in Associates	1 January 2010

A1. Basis of Preparation (Cont'd)

Amendments to FRS 132	Financial Instruments: Presentation	1 January 2010
Amendments to FRS 134	Interim Financial Reporting	1 January 2010
Amendments to IC Interpretation 9	Reassessment of Embedded Derivatives	1 January 2010
IC Interpretation 12	Service Concession Arrangements	1 July 2010
IC Interpretation 16	Hedges of a Net Investment in a Foreign Operation	1 July 2010
IC Interpretation 17	Distributions of Non-cash Assets to Owners	1 July 2010
FRS 1	First-time Adoption of Financial Reporting Standards	1 July 2010
FRS 3	Business Combinations (Revised 2010)	1 July 2010
FRS 127	Consolidated and Separate Financial Statements (Revised 2010)	1 July 2010
Amendments to FRS 2	Share-based Payment	1 July 2010
Amendments to FRS 5	Non-current Assets Held for Sale and Discontinued Operations	1 July 2010
Amendments to FRS 138	Intangible Assets	1 July 2010

The principal effects of the changes in presentation, changes in methods of computation and in accounting policies resulting from the adoption of the new and revised FRSs, IC Interpretations and Amendments are set out below:

FRS 101 (revised), Presentation of Financial Statements

Prior to the adoption of the revised FRS 101, the components of the financial statements presented consisted of a balance sheet, an income statement, a statement of changes in equity, a cash flow statement and notes to the financial statements. With the adoption of the revised FRS 101, the components of the interim financial statements presented consist of a statement of financial position, a statement of comprehensive income, a statement of changes in equity, a statement of cash flows and notes to the financial statements.

The effects of the change in presentation are as follows:

The exchange differences on translation of foreign operations that were recognised directly in equity in the preceding year corresponding period are presented as components in other comprehensive income in the statement of comprehensive income. The total comprehensive income for preceding year corresponding period is presented separately and allocation is made to show the amount attributable to owners of the parent and to non-controlling interest. The effects on the comparatives to the Group on adoption of FRS 101 (revised) are as follows:

A1. Basis of Preparation (Cont'd)

Preceding Year Individual Quarter ended 31 October 2009	Income Statement As previously Reported RM	Effects of adoption FRS 101 (revised) RM	Statement of comprehensive income As restated RM
Loss for the individual quarter	(181,342)	-	(181,342)
Other comprehensive income	-	69	69
Total comprehensive loss	-		(181,273)
Total comprehensive loss Attributable to:			
Owners of the Parent	-	-	(181,273)
Non-controlling interest	-	-	-
			(181,273)

Preceding Year Cumulative Quarters ended 31 October 2009	Income Statement As previously Reported RM	Effects of adoption FRS 101 (revised) RM	Statement of comprehensive income As restated RM
Loss for the cumulative quarters	(181,342)	-	(181,342)
Other comprehensive income	-	69	69
Total comprehensive loss	-		(181,273)
Total comprehensive loss Attributable to:			
Owners of the Parent	-	-	(181,273)
Non-controlling interest	-	-	-
			(181,273)

The total comprehensive income for the period is presented as a one-line item in the statement of changes in equity.

FRS 139, Financial Instruments: Recognition and Measurement

Prior to the adoption of FRS 139, financial derivatives were recognised on their settlement dates. Outstanding derivatives at the balance sheet date were not recognised. With the adoption of FRS 139, all financial assets and financial liabilities, including derivatives, are recognised at contract dates when, and only when, the Company or any subsidiary becomes a party to the contractual provisions of the instruments.

In accordance with FRS 139, the recognition, derecognition and measurement are applied prospectively from 1 January 2010. The effects of the remeasurement on 1 January 2010 of the financial assets and financial liabilities brought forward from the previous financial year are adjusted to the opening retained profits and other opening reserves as disclosed in the statement of changes in equity.

The adoption of FRS 139 does not have any significant financial impact on the Group.

A1. Basis of Preparation (Cont'd)

- (c) At the date of authorisation of these interim financial statements, the following Amendments to FRSs, Revised FRSs and IC Interpretations were issued but not yet effective for the Group and have not been applied by the Group:

		Effective for financial periods beginning on or after
Amendments to FRS 1	Limited Exemption from Comparative FRS 7 Disclosure for First-time Adopters	1 January 2011
Amendments to FRS 1	Additional Exemption for First-time Adoption Standards	1 January 2011
Amendments to FRS 2	Group Cash-settled Share-based Payment Transactions	1 January 2011
Amendments to FRS 7	Improving Disclosures about Financial Instruments	1 January 2011
IC Interpretation 4	Determining whether an Arrangement contains a Lease	1 January 2011
IC Interpretation 15	Agreements for the Construction of Real Estate	1 January 2012
IC Interpretation 18	Transfers of Assets from Customers	1 January 2011

A2. Audit Report of the Preceding Annual Financial Statements

The audit report for the annual financial statements of the Company and its subsidiaries for the financial year ended 31 July 2010 were not subject to any qualification.

A3. Seasonality or Cyclicity of Operations

The Group's business operational results were not materially affected by any major seasonal or cyclical factors.

A4. Unusual Items affecting Assets, Liabilities, Equity, Net Income or Cash Flows

During the current quarter under review, there were no items or events that arose, which affected the assets, liabilities, equity, net income or cash flows, to the effect that is unusual nature, size or incidence.

A5. Material Changes in Estimates

There were no changes in estimates of amounts reported that have material effect on the results for the current quarter under review.

A6. Issuances, Cancellations, Repurchase, Resale and Repayments of Debt and Equity Securities

There were no issuance, cancellations, repurchases, resale and repayment of debt and equity securities during the current quarter under review.

A7. Valuation of Property, Plant and Equipment

There were no changes in the valuation of the property, plant and equipment reported in the previous audited financial statements that will have effect in the current quarter under review.

A8. Dividend

No dividend has been declared or paid by the Company during the current quarter under review.

A9. Segmental Information

The Company is principally an investment holding company. The subsidiaries are principally engaged in the manufacturing, marketing, distribution and sale of industrial instruments for the control of industrial machines and process, research and development of variable speed drive, providing a range of support services covering project management services, maintenance support, engineering conceptualisation, system audit, energy saving services and other related support services.

Business segments in revenue and results of the Company and its subsidiaries ("Group") for the current quarter and current year to date for 31 October 2010 are as follows:

	Current Quarter 31/10/2010 RM'000	Current Year To Date 31/10/2010 RM'000
Business Segments		
Manufacturing	88	88
Trading and services	1,487	1,487
Total revenue	<u>1,575</u>	<u>1,575</u>

A9. Segmental Information (Cont'd)

A breakdown of business segments in total assets of the Group is as follows:

	As at end of current quarter 31/10/2010 RM'000	As at preceding financial year ended 31/07/2010 RM'000
Total assets		
Manufacturing	9,970	7,795
Trading and services	10,694	12,832
Others	2,921	3,019
Total assets	<u>23,585</u>	<u>23,646</u>

A breakdown of business segments in total liabilities of the Group is as follows:

	As at end of current quarter 31/10/2010 RM'000	As at preceding financial year ended 31/07/2010 RM'000
Total liabilities		
Manufacturing	618	258
Trading and services	1,390	1,727
Others	6,467	6,406
Total liabilities	<u>8,475</u>	<u>8,391</u>

Segmental revenue and results in geographical areas of the Company and its subsidiaries ("Group") for the current quarter and current year to date for 31 October 2010 are as follows:

	Current Quarter 31/10/2010 RM'000	Current Year To Date 31/10/2010 RM'000
Segment Revenue		
Domestic	1,240	1,240
Export	335	335
Total revenue	<u>1,575</u>	<u>1,575</u>
Segment Results		
Domestic	(109)	(109)
Export	49	49
	<u>(60)</u>	<u>(60)</u>
Interest income	-	-
Interest expenses	(70)	(70)
Share of results of associated companies	(15)	(15)
Taxation	(1)	(1)
Non-controlling interest	-	-
	<u>(146)</u>	<u>(146)</u>

A9. Segmental Information (Cont'd)

A breakdown of segmental total assets in geographical areas of the Group is as follows:

	As at end of current quarter 31/10/2010 RM'000	As at preceding financial year ended 31/07/2010 RM'000
Total assets		
Domestic	23,585	23,646
Export	-	-
Total assets	<u>23,585</u>	<u>23,646</u>

A10. Material Events Subsequent to the End of the Interim Reporting Period

There were no material events subsequent to the current financial quarter ended 31 October 2010 and up to the date of this report, which is likely to substantially affect the results of the operations of the Company, which have not been announced.

A11. Changes in the Composition of the Group

There are no changes in the composition of the Group during the quarter under review.

A12. Contingent Liabilities

There were no material contingent liabilities as at 31 October 2010 and up to the date of this report.

A13. Capital Commitments

There are no material capital commitments as at 31 October 2010 and up to the date of this report.

**Focus Dynamics Technologies Berhad (“Focus” or the “Company”)
(Company No: 582924-P)
Interim Financial Reports for the 1st quarter ended 31 October 2010**

B. ADDITIONAL INFORMATION REQUIRED BY “BURSA SECURITIES”

B1. Review of Performance

For the three (3) months period ended 31 October 2010, the Group recorded a total revenue of RM1.57 million, as compared to RM3.18 million for the corresponding period in the preceding year, a decrease of 50.5%. The decrease in revenue was primarily due to lesser uptake of energy efficiency applications system.

Notwithstanding a lower turnover for the current quarter, the Group posted a loss before tax of RM0.14 million for the current quarter as compared to loss before taxation of RM0.18 million in the preceding year's corresponding quarter, due to higher margin and divestment of loss making associate companies.

B2. Comparison of Current Quarter Results with the Preceding Quarter

	First Quarter ended 31 October 2010 RM'000	Fourth Quarter ended 31 July 2010 RM'000
Revenue	1,575	1,983
Loss before taxation	(144)	(923)

For the three months period ended 31 October 2010, the Group recorded a revenue of RM1.58 million, representing a decrease of 20.57% compared to the 4th quarter ended 31 July 2010. The decrease in revenue was primarily due to lesser uptake of energy efficiency applications system.

The Group posted a loss before taxation of RM0.14 million for the current quarter as compared to a loss before taxation of RM0.92 million in the preceding quarter, mainly due to the preceding quarter's higher provision for doubtful debts.

B3. Prospects for the Financial Year ending 31 July 2011

The Board of Directors is of the view that the Group will continue to operate in a competitive environment and the management is taking measures to ensure that the Group's performance will be sustainable and improved moving forward.

B4. Variance on Profit Forecast, Profit Guarantee and Internal Targets

The Group has not provided any profit forecast, profit guarantee or internal targets in a public document or any announcement.

B5. Taxation

	Current Quarter 31/10/2010 RM'000	Current Year To Date 31/10/2010 RM'000
Deferred tax expense		
- current quarter	(1)	(1)
	<u>(1)</u>	<u>(1)</u>

The income tax expense for the current quarter ended 31 October 2010 relates to the reversal of deferred tax asset in a subsidiary of the Company.

B6. Profit on Sale of Unquoted Investment and/or Properties

There was no disposal of unquoted investment or properties during the financial quarter under review and financial year-to-date.

B7. Purchase and Disposal of Quoted Securities

There was no purchase or disposal of quoted securities during the financial quarter under review and financial year-to-date.

B8. Status of Corporate Proposals

As at 28 December 2010, there were no corporate proposals announced but not yet completed.

B9. Group Borrowings and Debt Securities

Particulars of the Group's borrowings as at 31 October 2010 are as follows:

		RM'000
Short term borrowing		
Term loan	- secured	428
Hire purchase	- unsecured	70
		498
Long term borrowings		
Term loan	- secured	4,653
Total Borrowings		5,151

The Group does not have any foreign borrowings as at the date of this report.

B10. Off Balance Sheet Financial Instruments

There were no off balance sheet financial instruments as at the date of this report.

B11. Material Litigation

As at 28 December 2010, the Group is not involved in any litigation, either as plaintiff or defendant, which has a material effect on the financial position and the Directors have no knowledge of any proceedings pending or threatened or any facts likely to give rise to any proceedings which might materially and adversely affect the financial position or business.

B12. Dividend

No dividend has been declared or paid during the current quarter under review and financial year-to-date.

B13. Earnings Per Share

The earnings per share for the current quarter and current year-to-date is calculated by dividing the net loss attributable to owners of the parent of RM145,737, by the weighted average number of shares in issue of 135,046,925 Focus shares.

	Current quarter 31/10/2010	Preceding year corresponding quarter 31/10/2009	Current year to-date 31/10/2010	Preceding year corresponding period 31/10/2009
Net loss (RM)	(145,737)	(181,342)	(145,737)	(181,342)
Weighted average no. of ordinary shares in issue	135,046,925	106,718,664	135,046,925	106,718,664
Basic Loss per Ordinary Share (sen)	(0.11)	(0.17)	(0.11)	(0.17)
Diluted Loss per Ordinary Share (sen)	(0.11)	(0.17)	(0.11)	(0.17)

B14. Utilisation of Private Placement Proceeds

The status of the utilisation of the proceeds raised from the private placement exercise ("Private Placement") of 11,894,600 Focus shares at the placement price of RM0.10 per share amounting to RM1,189,460 as at 28 December 2010 is as follows:

Purpose	Proposed Utilisation	Actual Utilisation	Intended Time Frame for Utilisation	Deviation Amount		Explanation
	RM'000	RM'000		RM'000	%	
Working Capital	1,089	-	*	1,089	100	-
Private Placement expenses	100	-	**	100	100	-

Note: * The above proceed was expected to be utilised within six (6) months from the listing of Private Placement shares on 17 December 2010.

** The above proceed was expected to be utilised within one (1) month from the listing of Private Placement shares on 17 December 2010.

B15. Realised and Unrealised Profits/Losses Disclosure

	As at end of current quarter 31/10/2010 RM'000	As at preceding financial year ended 31/07/2010 RM'000
Total accumulated losses of Focus and its subsidiaries:		Note: Comparative figures are not required in the first financial year of complying with the Realised and Unrealised Profits/Losses Discloses.
- Realised	(143)	
- Unrealised	(3)	
Total share of accumulated losses from associated companies:		
- Realised	-	
- Unrealised	-	
Total group accumulated losses as per consolidated accounts	(146)	