

FOCUS DYNAMICS TECHNOLOGIES BERHAD (Company No: 582924-P)
CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
AND QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE THREE MONTHS PERIOD ENDED 31 OCTOBER 2011
THE FIGURES HAVE NOT BEEN AUDITED

		INDIVIDUAL QUARTER CURRENT YEAR 3 MONTHS PERIOD ENDED 31/10/2011	PRECEDING YEAR CORRESPONDING QUARTER (Note 1) 31/10/2010	CUMULATIVE QUARTERS CURRENT YEAR 15 MONTHS TO DATE 31/10/2011	PRECEDING YEAR CORRESPONDING PERIOD (Note 2)	
Note		RM	RM	RM	RM	
CONTINUING OPERATIONS						
	REVENUE	A9	4,635,352	1,574,903	11,209,078	-
	COST OF SALES		<u>(4,182,183)</u>	<u>(1,174,746)</u>	<u>(9,314,341)</u>	-
	GROSS PROFIT		453,169	400,157	1,894,737	-
	OTHER INCOME		22,326	7,610	129,821	-
	OPERATING EXPENSES		<u>(965,713)</u>	<u>(467,473)</u>	<u>(5,422,304)</u>	-
	LOSS FROM OPERATIONS		(490,218)	(59,706)	(3,397,746)	-
	INTEREST INCOME		80,425	-	83,091	-
	INTEREST EXPENSES		(78,810)	(69,632)	(400,656)	-
	GAIN TO GROUP ON DISPOSAL OF ASSOCIATED COMPANY		-	-	1	-
	SHARE OF RESULTS OF ASSOCIATED COMPANIES		<u>(452)</u>	<u>(14,715)</u>	<u>(26,318)</u>	-
	LOSS BEFORE TAX		(489,055)	(144,053)	(3,741,628)	-
	INCOME TAX EXPENSE	B5	-	<u>(1,684)</u>	<u>(1,684)</u>	-
	LOSS FOR THE PERIOD		(489,055)	(145,737)	(3,743,312)	-
	OTHER COMPREHENSIVE INCOME		-	-	-	-
	TOTAL COMPREHENSIVE LOSS FOR THE PERIOD		<u>(489,055)</u>	<u>(145,737)</u>	<u>(3,743,312)</u>	-
	LOSS FOR THE PERIOD ATTRIBUTABLE TO:					
	OWNERS OF THE PARENT		(489,055)	(145,737)	(3,743,312)	-
	NON-CONTROLLING INTEREST		-	-	-	-
			<u>(489,055)</u>	<u>(145,737)</u>	<u>(3,743,312)</u>	-
	TOTAL COMPREHENSIVE LOSS ATTRIBUTABLE TO:					
	OWNERS OF THE PARENT		(489,055)	(145,737)	(3,743,312)	-
	NON-CONTROLLING INTEREST		-	-	-	-
			<u>(489,055)</u>	<u>(145,737)</u>	<u>(3,743,312)</u>	-
	Loss Per Ordinary Share					
	- Basic (sen)	B13	(0.24)	(0.11)	(1.87)	-
	- Diluted (sen)		#	(0.11)	#	-

The fully diluted earnings per ordinary share for the Group for the current year 3 months period ended 31 October and current year 15 months to date is not presented as the warrants would be anti-dilutive.

NOTE:

1. The preceding year corresponding quarter relates to the period from 1 August 2010 to 31 October 2010.

2. There are no comparative figures for the preceding year cumulative quarters as the Company has changed its year end from 31 July to 31 December. The first set of financial statements with the new year end will be for the 17 months period ending 31 December 2011.

3. 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 THREE MONTHS PERIOD ENDED 31 OCTOBER 2011
THE FIGURES HAVE NOT BEEN AUDITED

	AS AT END OF CURRENT THREE MONTHS PERIOD ENDED 31/10/2011 Unaudited <u>RM</u>	AS AT PRECEDING FINANCIAL YEAR ENDED 31/07/2010 Audited <u>RM</u>
ASSETS		
Non-Current Assets		
Property, plant and equipment	9,612,131	7,584,620
Products development expenditure	1,138,011	1,485,564
Goodwill on consolidation	2,209,793	2,209,793
Investment in a associated company	26,421	52,740
Deferred tax assets	-	1,684
	<u>12,986,356</u>	<u>11,334,401</u>
Current Assets		
Inventories	1,270,138	2,121,772
Trade and other receivables	9,260,916	9,097,851
Amount due from associated companies	-	337,444
Tax recoverable	563,592	512,308
Short term deposits	265,000	-
Fixed deposits with licenced banks	8,558,200	52,924
Cash and bank balances	1,677,942	189,473
	<u>21,595,788</u>	<u>12,311,772</u>
TOTAL ASSETS	<u><u>34,582,144</u></u>	<u><u>23,646,173</u></u>
EQUITY AND LIABILITIES		
Equity attributable to owners of the Parent		
Share capital	29,153,005	13,504,693
Share premium	1,618,772	2,091,289
Reserve	(4,084,221)	(340,909)
	<u>26,687,556</u>	<u>15,255,073</u>
Non-controlling interest	-	-
Total Equity	<u><u>26,687,556</u></u>	<u><u>15,255,073</u></u>
Liabilities		
Non-Current Liabilities		
Borrowings	5,408,179	4,988,491
	<u>5,408,179</u>	<u>4,988,491</u>
Current Liabilities		
Trade and other payables	2,113,046	3,016,513
Amount due to associated companies	5,055	48,940
Amount due to directors	82,058	92,423
Borrowings	286,250	244,733
	<u>2,486,409</u>	<u>3,402,609</u>
Total Liabilities	<u><u>7,894,588</u></u>	<u><u>8,391,100</u></u>
TOTAL EQUITY AND LIABILITIES	<u><u>34,582,144</u></u>	<u><u>23,646,173</u></u>
Number of ordinary shares at RM0.10 sen par each	291,530,044	135,046,925
Net assets per share attributable to ordinary equity holders of the parent (sen)	9.15	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 RM26,687,556 (FYE 31/7/10- RM15,255,073) including products development expenditure over the issued number of ordinary shares of 291,530,044 (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 THREE MONTHS PERIOD ENDED 31 OCTOBER 2011
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
Issue of shares	15,648,312	-	-	-	-	15,648,312	-	15,648,312
Share issue expenses	-	(472,517)	-	-	-	(472,517)	-	(472,517)
Total comprehensive loss for the period	-	-	-	-	(3,743,312)	(3,743,312)	-	(3,743,312)
Balance at 31 October 2011	<u>29,153,005</u>	<u>1,618,772</u>	<u>574,972</u>	<u>-</u>	<u>(4,659,193)</u>	<u>26,687,556</u>	<u>-</u>	<u>26,687,556</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 THREE MONTHS PERIOD ENDED 31 OCTOBER 2011

THE FIGURES HAVE NOT BEEN AUDITED

	CUMULATIVE QUARTERS	
	CURRENT YEAR 15 MONTHS TO DATE	PRECEDING YEAR CORRESPONDING PERIOD
	31/10/2011 RM	(Note 2) RM
CASH FLOWS FROM OPERATING ACTIVITIES		
Cash receipts from customers	5,057,805	-
Cash payments to suppliers and employees	(7,992,151)	-
Cash used in operations	(2,934,346)	-
Interest received	83,091	-
Interest paid	(387,474)	-
Income taxes refund	14,702	-
Income taxes paid	(65,985)	-
Net cash used in operating activities	(3,290,012)	-
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(2,190,864)	-
Proceeds from disposal of an associated company	1	-
Proceeds from disposal of plant and equipment	115,800	-
Uplift of fixed deposits pledged	52,924	-
Net cash used in investing activities	(2,022,139)	-
CASH FLOWS FROM FINANCING ACTIVITIES		
Payment of share issues expenses	(472,517)	-
Repayments to bankers acceptance	(44,557)	-
Hire purchase financing obtained	761,000	-
Payment of hire purchase interest	(13,182)	-
Repayments of hire purchase liabilities	(71,537)	-
Repayments to term loan	(183,699)	-
Proceeds from issue of shares	15,648,312	-
Net cash generated from financing activities	15,623,820	-
Net increase in cash and cash equivalent	10,311,669	-
Cash and cash equivalent at beginning of year	189,473	-
Cash and cash equivalent at end of year	10,501,142	-
Cash and cash equivalent comprise:		
Cash in hand and at banks	1,677,942	-
Short term deposits	265,000	-
Fixed deposits with licenced banks (unpledged)	8,558,200	-
	10,501,142	-

NOTES:

1. 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.

2. There are no comparative figures for the preceding year corresponding period as the Company has changed its year end from 31 July to 31 December. The first set of financial statements with the new year end will be for the 17 months period ending 31 December 2011.

**Focus Dynamics Technologies Berhad (“Focus” or the “Company”)
(Company No: 582924-P)
Interim Financial Reports for the three months period ended 31 October 2011**

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 FRSs, 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 FRS 139	Financial Instruments: Recognition and Measurement	1 January 2010
Amendments to IC Interpretation 9	Reassessment of Embedded Derivatives	1 January 2010
Amendments to FRSs	Contained in the document entitled "Improvements to FRSs (2009)"	1 January 2010
Amendments to FRS 132	Financial Instruments: Presentation relating to Classification of Rights Issue	1 March 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
Amendments to IC Interpretation 9	Reassessment of Embedded Derivatives	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.

A1. Basis of Preparation (Cont'd)

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.

- (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 Disclosures for First-time Adopters	1 January 2011
Amendments to FRS 1	Additional Exemptions for First-time Adopters	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
Amendments to FRSs	Contained in the document entitled "Improvements to FRSs (2010)"	1 January 2011
Amendments to IC Interpretation 14	Prepayments of a Minimum Funding Requirement	1 January 2011
IC Interpretation 4	Determining whether an Arrangement contains a Lease	1 January 2011
IC Interpretation 18	Transfers of Assets from Customers	1 January 2011
IC Interpretation 19	Extinguishing Financial Liabilities with Equity Instruments	1 July 2011
IC Interpretation 15	Agreements for the Construction of Real Estate	Withdrawn
FRS 124	Related Party Disclosures	1 January 2012

A1. Basis of Preparation (Cont'd)

Malaysian Financial Reporting Standards (MFRS) Framework

Entities Other Than Private Entities shall apply the MFRS Framework for annual period beginning on or after 1 January 2012, with the exception of entities subject to the application of MFRS 141 Agriculture and/or IC Interpretation 15 Agreement for the Construction of Real Estate.

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 2011 are as follows:

Business Segments	Current 3 months period ended 31/10/2011 RM'000	Current Year 15 months To Date 31/10/2011 RM'000
Energy efficiency system	-	534
Manufacturing	43	315
Project	4,552	9,095
Trading and engineering services	40	1,265
Total revenue	4,635	11,209

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

	As at end of current 3 months period ended 31/10/2011 RM'000	As at preceding financial year ended 31/07/2010 RM'000
Total assets		
Manufacturing	9,066	7,795
Trading and engineering services	12,200	12,832
Others	13,316	3,019
Total assets	34,582	23,646

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

	As at end of current 3 months period ended 31/10/2011 RM'000	As at preceding financial year ended 31/07/2010 RM'000
Total liabilities		
Manufacturing	326	258
Trading and engineering services	638	1,727
Others	6,931	6,406
Total liabilities	7,895	8,391

A9. Segmental Information (Cont'd)

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 2011 are as follows:

	Current 3 months period ended 31/07/2011 RM'000	Current Year 15 months To Date 31/10/2011 RM'000
Segment Revenue		
Domestic	4,611	10,011
Export	24	1,198
Total revenue	<u>4,635</u>	<u>11,209</u>
Segment Results		
Domestic	(510)	(3,610)
Export	20	212
	<u>(490)</u>	<u>(3,398)</u>
Interest income	80	83
Interest expenses	(79)	(400)
Share of results of associated company	-	(26)
Taxation	-	(2)
Non-controlling interest	-	-
	<u>(489)</u>	<u>(3,743)</u>

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

	As at end of current 3 months period ended 31/10/2011 RM'000	As at preceding financial year ended 31/07/2010 RM'000
Total assets		
Domestic	34,582	23,646
Export	-	-
Total assets	<u>34,582</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 2011 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 2011 and up to the date of this report.

A13. Capital Commitments

There are no material capital commitments as at 31 October 2011 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 three months period ended 31 October 2011**

B. ADDITIONAL INFORMATION REQUIRED BY “BURSA SECURITIES”

B1. Review of Performance

For the cumulative 15 months period ended 31 October 2011, the Group recorded a total revenue of RM11.21 million. The Group posted a loss before taxation of RM3.74 million for the cumulative 15 months period ended 31 October 2011. The loss before taxation is due to impairment of trade receivables and higher finance cost.

For the current 3 months period ended 31 October 2011, the Group recorded a total revenue of RM4.64 million, as compared to RM1.57 million in the preceding year’s corresponding quarter, an increase of 194%. The increase in revenue was primarily due to increase in revenue from its core products.

The Group recorded a loss before taxation of RM0.49 million for the current 3 months period ended 31 October 2011 as compare to a loss before taxation of RM0.14 million in the preceding year’s corresponding quarter, mainly due to higher operation cost.

B2. Comparison of Current Quarter Results with the Preceding Quarter

	Current 3 months period ended ended 31 October 2011 RM’000	Quarter ended 31 July 2011 RM’000
Revenue	4,635	1,658
Loss before taxation	(489)	(2,838)

For the three months period ended 31 October 2011, the Group recorded a revenue of RM4.64 million, representing an increase of 179.56% compared to the quarter ended 31 July 2011. The increase in revenue was primarily due to increase in revenue from its core products.

The Group posted a loss before taxation of RM0.49 million for the current quarter as compared to a loss before taxation of RM2.84 million in the preceding quarter, mainly due to previous quarter’s impairment of trade receivables.

B3. Prospects for the Financial Year ending 31 December 2011

The Board of Directors is of the view that the Group will continue to operate in competitive environment. The Board of Directors is taking necessary measure and evaluating the Group's overall marketing business strategy to enhance the prospect of the Company going 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 3 months period ended 31/10/2011 RM'000	Current Year 15 months To Date 31/10/2011 RM'000
Deferred tax expense		
- current quarter	-	(2)
	<hr/>	<hr/>
	-	(2)

There was no corporate taxation charge for the Group for the current 3 months period ended 31 October 2011 due to losses incurred by the Group other than one of the wholly owned subsidiaries, DPC Industrial Systems Sdn. Bhd. DPC Industrial Systems Sdn. Bhd. that has been granted Pioneer Status under the Promotion of Investments Act, 1986, which allows it to enjoy tax relief during the pioneer period from 21 January 2008 to 20 January 2013.

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

Save as disclosed below, as at 27 December 2011, there were no corporate proposals announced but not yet completed.

On 20 December 2011, M&A Securities Sdn. Bhd. (M&A Securities) had on Focus' behalf, announced that the Company propose to implement a private placement of up to 29,153,000 new ordinary shares of RM0.10 each in Focus to independent third party investor(s) to be identified later.

B9. Group Borrowings and Debt Securities

Particulars of the Group's borrowings as at 31 October 2011 are as follows:

		RM'000
Short term borrowing		
Term loan	- secured	150
Hire purchase	- unsecured	136
		<u>286</u>
Long term borrowings		
Term loan	- secured	4,774
Hire purchase	- unsecured	634
		<u>5,408</u>
Total Borrowings		<u>5,694</u>

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 27 December 2011, 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 RM489,055 and RM3,743,312, by the weighted average number of shares in issue of 200,623,040 Focus shares.

	Current 3 months period ended 31/10/2011	Preceding year corresponding quarter 31/10/2010	Current year 15 months to-date 31/10/2011	Preceding year corresponding period
Net loss (RM)	(489,055)	(145,737)	(3,743,312)	-
Weighted average no. of ordinary shares in issue	200,623,040	135,046,925	200,623,040	-
Basic Loss per Ordinary Share (sen)	(0.24)	(0.11)	(1.87)	-
Diluted Loss per Ordinary Share (sen)	#	(0.11)	#	-

The fully diluted earnings per ordinary share for the Group for the current 3 months period ended 31 October 2011 and current year 15 months to-date is not presented as the warrants would be anti-dilutive.

B14. Utilisation of Rights Issue Proceeds

The status of the utilisation of the proceeds raised from the rights issue of 144,588,519 at price of RM0.10 per share amounting to RM14,458,852 as at 27 December 2011 is as follows:

Purpose	Proposed Utilisation	Actual Utilisation	Intended Time Frame for Utilisation	Deviation Amount		Explanation
	RM'000	RM'000		RM'000	%	
Repayment of bank borrowings	5,000	154	*	4,846	97	Pending finalisation of fixed loan condition
Working capital	9,059	3,746	*	5,313	59	-
To defray expenses relating to the Rights Issue with Warrants	400	397	**	3	1	-

Note: * The above proceed was expected to be utilised within twelve (12) months.
** The above proceed was expected to be utilised within two (2) months.

B15. Realised and Unrealised Profits/Losses Disclosure

	As at end of current 3 months period ended 31/10/2011 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 Disclosures.
- Realised	(4,528)	
- Unrealised	(105)	
Total share of accumulated losses from associated companies:		
- Realised	-	
- Unrealised	(26)	
Total group accumulated losses as per consolidated accounts	(4,659)	