

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

		INDIVIDUAL QUARTER		CUMULATIVE QUARTERS	
		CURRENT YEAR 2 MONTHS PERIOD ENDED 31/12/2011	PRECEDING YEAR CORRESPONDING QUARTER (Note 1) 31/12/2010	CURRENT YEAR 17 MONTHS TO DATE 31/12/2011 Unaudited	PRECEDING YEAR CORRESPONDING PERIOD (Note 2) 31/07/2010 Audited
	Note	RM	RM	RM	RM
CONTINUING OPERATIONS					
REVENUE	A9	4,729,429	-	15,938,507	12,047,985
COST OF SALES		<u>(4,466,559)</u>	<u>-</u>	<u>(13,780,900)</u>	<u>(9,914,183)</u>
GROSS PROFIT		262,870	-	2,157,607	2,133,802
OTHER INCOME		64,021	-	193,842	885,508
OPERATING EXPENSES		<u>(1,064,412)</u>	<u>-</u>	<u>(6,486,716)</u>	<u>(3,855,130)</u>
LOSS FROM OPERATIONS		(737,521)	-	(4,135,267)	(835,820)
INTEREST INCOME		32,948	-	116,039	13,887
INTEREST EXPENSES		(47,849)	-	(448,505)	(229,560)
GAIN TO GROUP ON DISPOSAL OF ASSOCIATED/SUBSIDIARY COMPANIES		-	-	1	(25,502)
SHARE OF RESULTS OF ASSOCIATED COMPANIES		<u>(207)</u>	<u>-</u>	<u>(26,525)</u>	<u>(154,148)</u>
LOSS BEFORE TAX		(752,629)	-	(4,494,257)	(1,231,143)
INCOME TAX EXPENSE	B5	<u>-</u>	<u>-</u>	<u>(1,684)</u>	<u>6,602</u>
LOSS FOR THE PERIOD		(752,629)	-	(4,495,941)	(1,224,541)
OTHER COMPREHENSIVE INCOME		-	-	-	-
TOTAL COMPREHENSIVE LOSS FOR THE PERIOD		<u><u>(752,629)</u></u>	<u><u>-</u></u>	<u><u>(4,495,941)</u></u>	<u><u>(1,224,541)</u></u>
LOSS FOR THE PERIOD ATTRIBUTABLE TO:					
OWNERS OF THE PARENT		(752,629)	-	(4,495,941)	(1,224,541)
NON-CONTROLLING INTEREST		<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
		<u><u>(752,629)</u></u>	<u><u>-</u></u>	<u><u>(4,495,941)</u></u>	<u><u>(1,224,541)</u></u>
TOTAL COMPREHENSIVE LOSS ATTRIBUTABLE TO:					
OWNERS OF THE PARENT		(752,629)	-	(4,495,941)	(1,224,541)
NON-CONTROLLING INTEREST		<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
		<u><u>(752,629)</u></u>	<u><u>-</u></u>	<u><u>(4,495,941)</u></u>	<u><u>(1,224,541)</u></u>
Loss Per Ordinary Share					
- Basic (sen)	B13	(0.38)	-	(2.24)	(0.99)
- Diluted (sen)		#	-	#	#

FOCUS DYNAMICS TECHNOLOGIES BERHAD (Company No: 582924-P)
 CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
 AND QUARTERLY REPORT FOR THE TWO MONTHS PERIOD ENDED 31 DECEMBER 2011
 THE FIGURES HAVE NOT BEEN AUDITED

	AS AT END OF CURRENT PERIOD ENDED 31/12/2011 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	10,237,005	7,584,620
Products development expenditure	1,091,671	1,485,564
Goodwill on consolidation	2,209,793	2,209,793
Investment in a associated company	26,214	52,740
Deferred tax assets	-	1,684
	<u>13,564,683</u>	<u>11,334,401</u>
Current Assets		
Inventories	1,331,776	2,121,772
Trade and other receivables	13,137,083	9,097,851
Amount due from associated companies	-	337,444
Tax recoverable	563,592	512,308
Short term deposits	618,196	-
Fixed deposits with licenced banks	5,079,869	52,924
Cash and bank balances	1,057,082	189,473
	<u>21,787,598</u>	<u>12,311,772</u>
TOTAL ASSETS	<u><u>35,352,281</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	1,614,520	2,091,289
Reserve	(4,836,850)	(340,909)
	<u>25,930,675</u>	<u>15,255,073</u>
Non-controlling interest	-	-
Total Equity	<u>25,930,675</u>	<u>15,255,073</u>
Liabilities		
Non-Current Liabilities		
Borrowings	5,392,392	4,988,491
	<u>5,392,392</u>	<u>4,988,491</u>
Current Liabilities		
Trade and other payables	3,596,332	3,016,513
Amount due to associated companies	5,055	48,940
Amount due to directors	157,154	92,423
Borrowings	270,673	244,733
	<u>4,029,214</u>	<u>3,402,609</u>
Total Liabilities	<u>9,421,606</u>	<u>8,391,100</u>
TOTAL EQUITY AND LIABILITIES	<u><u>35,352,281</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)	8.89	11.30

FOCUS DYNAMICS TECHNOLOGIES BERHAD (Company No: 582924-P)
CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
AND QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE TWO MONTHS PERIOD ENDED 31 DECEMBER 2011
THE FIGURES HAVE NOT BEEN AUDITED

	←-----Attributable to Owners of the Parent-----→		-----Non-distributable-----→ Distributable					
	Share Capital RM	Share Premium RM	Warrant Reserve RM	Foreign Currency Translation Reserve RM	Retained Profits/ (Accumulated Losses) RM	Total RM	Non- Controlling Interest RM	Total Equity 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	-	(476,769)	-	-	-	(476,769)	-	(476,769)
Total comprehensive loss for the period	-	-	-	-	(4,495,941)	(4,495,941)	-	(4,495,941)
Balance at 31 December 2011	<u>29,153,005</u>	<u>1,614,520</u>	<u>574,972</u>	<u>-</u>	<u>(5,411,822)</u>	<u>25,930,675</u>	<u>-</u>	<u>25,930,675</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 TWO MONTHS PERIOD ENDED 31 DECEMBER 2011
THE FIGURES HAVE NOT BEEN AUDITED

	CUMULATIVE QUARTERS	
	CURRENT YEAR 17 MONTHS TO DATE	PRECEDING YEAR CORRESPONDING PERIOD (Note 2)
	31/12/2011 Unaudited RM	31/07/2010 Audited RM
CASH FLOWS FROM OPERATING ACTIVITIES		
Cash receipts from customers	12,948,628	10,887,934
Cash payments to suppliers and employees	<u>(18,872,095)</u>	<u>(10,967,042)</u>
Cash used in operations	(5,923,467)	(79,108)
Interest received	116,039	10,463
Interest paid	(433,746)	(195,155)
Income taxes refund	14,702	5,000
Income taxes paid	(65,985)	(185,566)
Net cash used in operating activities	<u>(6,292,457)</u>	<u>(444,366)</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(2,897,219)	(684,723)
Proceeds from disposal of an associated company	1	20,000
Proceeds from disposal of plant and equipment	115,800	159,400
Proceeds from disposal of other investment	-	400,000
Acquisition of subsidiaries	-	(74,994)
Fixed deposits pledged	-	779,547
Uplift of fixed deposits pledged	52,924	-
Net cash used in investing activities	<u>(2,728,494)</u>	<u>599,230</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Fixed deposits pledged	-	574,925
Payment of share issues expenses	(476,769)	(80,583)
Repayments to bankers acceptance	(44,557)	(2,818,362)
Repayment to bills payables	-	(1,404,631)
Hire purchase financing obtained	761,000	-
Payment of hire purchase interest	(14,759)	(7,486)
Repayments of hire purchase liabilities	(89,372)	(286,668)
Repayments to term loan	(197,230)	(39,146)
Proceeds from issue of shares	15,648,312	3,512,500
Net cash generated from financing activities	<u>15,586,625</u>	<u>(549,451)</u>
Net increase in cash and cash equivalent	6,565,674	(394,587)
Cash and cash equivalent at beginning of year	<u>189,473</u>	<u>584,060</u>
Cash and cash equivalent at end of year	<u><u>6,755,147</u></u>	<u><u>189,473</u></u>
Cash and cash equivalent comprise:		
Cash in hand and at banks	1,057,082	189,473
Short term deposits	618,196	-
Fixed deposits with licenced banks (unpledged)	5,079,869	-
	<u><u>6,755,147</u></u>	<u><u>189,473</u></u>

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. The figures for the preceding year cumulative quarters comprises results for 12 months ended 31 July 2010 as the Company has changed its year end from 31 July to 31 December.

**Focus Dynamics Technologies Berhad (“Focus” or the “Company”)
(Company No: 582924-P)
Interim Financial Reports for the two months period ended 31 December 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. Dividend

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

A8. 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 December 2011 are as follows:

Business Segments	Current 2 months period ended 31/12/2011 RM'000	Current Year 17 months To Date 31/12/2011 RM'000
Energy efficiency system	-	534
Manufacturing	7	226
Project	4,683	13,815
Trading and engineering services	39	1,364
Total revenue	4,729	15,939

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

	As at end of current financial period ended 31/12/2011 RM'000	As at preceding financial year ended 31/07/2010 RM'000
Total assets		
Manufacturing	12,542	7,795
Trading and engineering services	12,783	12,832
Others	10,027	3,019
Total assets	35,352	23,646

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

	As at end of current financial period ended 31/12/2011 RM'000	As at preceding financial year ended 31/07/2010 RM'000
Total liabilities		
Manufacturing	1,165	258
Trading and engineering services	1,340	1,727
Others	6,916	6,406
Total liabilities	9,421	8,391

A8. 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 December 2011 are as follows:

	Current 2 months period ended 31/12/2011 RM'000	Current Year 17 months To Date 31/12/2011 RM'000
Segment Revenue		
Domestic	4,726	14,742
Export	3	1,197
Total revenue	<u>4,729</u>	<u>15,939</u>
Segment Results		
Domestic	(739)	(4,309)
Export	1	174
	<u>(738)</u>	<u>(4,135)</u>
Interest income	33	116
Interest expenses	(48)	(448)
Share of results of associated company	-	(27)
Taxation	-	(2)
Non-controlling interest	-	-
	<u>(753)</u>	<u>(4,496)</u>

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

	As at end of current financial period ended 31/12/2011 RM'000	As at preceding financial year ended 31/07/2010 RM'000
Total assets		
Domestic	35,352	23,646
Export	-	-
Total assets	<u>35,352</u>	<u>23,646</u>

A9. Material Events Subsequent to the End of the Interim Reporting Period

There were no material events subsequent to the current financial period ended 31 December 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.

A10. Changes in the Composition of the Group

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

A11. Contingent Liabilities

There were no material contingent liabilities as at 31 December 2011 and up to the date of this report.

A12. Capital Commitments

There are no material capital commitments as at 31 December 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 two months period ended 31 December 2011**

B. ADDITIONAL INFORMATION REQUIRED BY “BURSA SECURITIES”

B1. Review of Performance

For the cumulative 17 months period ended 31 December 2011, the Group recorded total revenue of RM15.94 million. The Group posted a loss before taxation of RM4.49 million for the cumulative 17 months period ended 31 December 2011. The loss before taxation is due to impairment of trade receivables and higher finance cost.

For the current 2 months period ended 31 December 2011, the Group recorded total revenue of RM4.73 million and a loss before taxation of RM0.75 million respectively.

B2. Comparison of Current Quarter Results with the Preceding Quarter

	Current 2 months period ended ended 31 December 2011 RM'000	Quarter ended 31 October 2011 RM'000
Revenue	4,729	4,635
Loss before taxation	(753)	(489)

For the two months period ended 31 December 2011, the Group recorded revenue of RM4.73 million, representing an increase of 2.03% compared to the quarter ended 31 October 2011. The increase in revenue was primarily due to increase in revenue from project sales.

The Group posted a loss before taxation of RM0.75 million for the current period as compared to a loss before taxation of RM0.49 million in the preceding quarter, mainly due to lower margin in project sales and higher operation expenses in the current period.

B3. Prospects for the Financial Year ending 31 December 2012

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 and other business opportunity to enhance the prospect of the Company going forward. The Group will continue to grow its project segment.

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. Notes to Consolidated Statement of Comprehensive Income

Loss before tax is arrived at after crediting/(charging):-

	Current 2 months period ended 31/12/2011 RM'000	Current Year 17 months To Date 31/12/2011 RM'000	Preceding Year 12 months 31/07/2010 RM'000
Interest income	33	116	14
Other income	64	101	432
Gain on disposal of associated/subsidiary companies	-	-	25
Gain on disposal of other investment	-	-	355
Gain on disposal of property, plant and equipment	-	93	89
Interest expense	(48)	(448)	(230)
Depreciation and amortisation	(120)	(616)	(418)
Allowance for doubtful debts	(10)	(2,358)	(626)
Provision for inventories	-	(24)	-
Impairment of investment	(1)	(27)	-
Forex gain/(loss)	59	(8)	(19)

B6. Taxation

	Current 2 months period ended 31/12/2011 RM'000	Current Year 17 months To Date 31/12/2011 RM'000
Deferred tax expense		
- current quarter	-	(2)
	<hr/>	<hr/>
	-	(2)

There was no corporate taxation charge for the Group for the current 2 months period ended 31 December 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.

B7. Status of Corporate Proposals

Save as disclosed below, as at 28 February 2012, 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.

On 13 February 2012, M&A Securities, had on Focus' behalf, announced that Bursa Malaysia Securities Berhad ("Bursa Securities"), had, vide its letter dated 13 February 2012 approved the listing of and quotation for up to 29,153,000 new Focus Shares representing up to 10% of the existing issued and paid-up share capital of Focus (excluding treasury shares) to be issued pursuant to the private placement on the ACE Market of Bursa Securities subject to the conditions stated in the said letter.

B8. Group Borrowings and Debt Securities

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

		RM'000
Short term borrowing		
Term loan	- secured	151
Hire purchase	- unsecured	120
		<u>271</u>
Long term borrowings		
Term loan	- secured	4,760
Hire purchase	- unsecured	632
		<u>5,392</u>
Total Borrowings		<u>5,663</u>

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

B9. Material Litigation

As at 28 February 2012, 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.

B10. Dividend

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

B11. 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 RM752,629 and RM4,495,941 by the weighted average number of shares in issue of 200,623,040 Focus shares.

	Current 2 months period ended 31/12/2011	Preceding year corresponding quarter	Current year 17 months to-date 31/12/2011	Preceding year corresponding period
Net loss (RM)	(752,629)	-	(4,495,941)	(1,224,541)
Weighted average no. of ordinary shares in issue	200,623,040	-	200,623,040	123,168,843
Basic Loss per Ordinary Share (sen)	(0.38)	-	(2.24)	(0.99)
Diluted Loss per Ordinary Share (sen)	#	-	#	#

The fully diluted earnings per ordinary share for the Group for the current 2 months period ended 31 December 2011, current year 17 months to-date and preceding year corresponding period are not presented as the warrants would be anti-dilutive.

B12. 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	226	*	4,774	95	Pending finalisation of fixed loan condition
Working capital	9,059	8,006	*	1,053	12	-
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.

B13. Realised and Unrealised Profits/Losses Disclosure

	As at end of current 2 months period ended 31/12/2011 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	(5,363)	
- Unrealised	(49)	
Total share of accumulated losses from associated companies:		
- Realised	-	
- Unrealised	-	
Total group accumulated losses as per consolidated accounts	(5,412)	