

FOCUS DYNAMICS TECHNOLOGIES BERHAD (Company No: 582924-P)
CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2014

	Note	INDIVIDUAL QUARTER		CUMULATIVE QUARTERS	
		UNAUDITED CURRENT QUARTER ENDED 30/09/2014 RM	UNAUDITED COMPARATIVE QUARTER ENDED 30/09/2013 RM	UNAUDITED CUMULATIVE YEAR TO DATE 30/09/2014 RM	UNAUDITED CUMULATIVE PRECEDING YEAR TO DATE 30/09/2013 RM
CONTINUING OPERATIONS					
REVENUE	A9	2,992,456	2,792,074	8,743,248	5,789,922
COST OF SALES		<u>(1,441,311)</u>	<u>(1,541,146)</u>	<u>(3,947,764)</u>	<u>(4,004,215)</u>
GROSS PROFIT		1,551,145	1,250,928	4,795,484	1,785,707
OTHER INCOME		111,676	1,001,862	169,112	1,035,115
OPERATING EXPENSES		<u>(2,715,998)</u>	<u>(2,842,154)</u>	<u>(8,778,661)</u>	<u>(5,541,438)</u>
LOSS FROM OPERATIONS		(1,053,177)	(589,364)	(3,814,065)	(2,720,616)
INTEREST INCOME		5,401	10,012	23,760	41,110
INTEREST EXPENSES		(89,467)	(105,205)	(248,011)	(132,845)
SHARE OF RESULTS OF ASSOCIATED COMPANIES		<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
LOSS BEFORE TAX		(1,137,243)	(684,557)	(4,038,316)	(2,812,351)
INCOME TAX EXPENSE	B6	<u>(23,105)</u>	<u>-</u>	<u>(61,067)</u>	<u>(35,808)</u>
LOSS FOR THE PERIOD		(1,160,348)	(684,557)	(4,099,383)	(2,848,159)
OTHER COMPREHENSIVE INCOME		-	-	-	-
TOTAL COMPREHENSIVE LOSS FOR THE PERIOD		<u><u>(1,160,348)</u></u>	<u><u>(684,557)</u></u>	<u><u>(4,099,383)</u></u>	<u><u>(2,848,159)</u></u>
LOSS FOR THE PERIOD ATTRIBUTABLE TO:					
OWNERS OF THE PARENT		(1,160,348)	(528,855)	(3,983,188)	(2,692,457)
NON-CONTROLLING INTEREST		<u>-</u>	<u>(155,702)</u>	<u>(116,195)</u>	<u>(155,702)</u>
		<u><u>(1,160,348)</u></u>	<u><u>(684,557)</u></u>	<u><u>(4,099,383)</u></u>	<u><u>(2,848,159)</u></u>
TOTAL COMPREHENSIVE LOSS ATTRIBUTABLE TO:					
OWNERS OF THE PARENT		(1,160,348)	(528,855)	(3,983,188)	(2,692,457)
NON-CONTROLLING INTEREST		<u>-</u>	<u>(155,702)</u>	<u>(116,195)</u>	<u>(155,702)</u>
		<u><u>(1,160,348)</u></u>	<u><u>(684,557)</u></u>	<u><u>(4,099,383)</u></u>	<u><u>(2,848,159)</u></u>
Loss Per Ordinary Share					
- Basic (sen)	B11	(0.33)	(0.21)	(1.13)	(0.89)
- Dilutive (sen)		#	#	#	#

NOTE:

The Unaudited Condensed Consolidated Statement of Comprehensive Income duly reviewed by the Company's External Auditors should be read in conjunction with the Annual Audited Financial Statements forended 31 December 2013 and the accompanying explanatory notes to this Interim Financial

The fully dilutive loss per share of the Group for the current financial period is not presented as the warrants would be anti-dilutive as the exercise price of the warrants is higher than the fair value of the Company's shares.

FOCUS DYNAMICS TECHNOLOGIES BERHAD (Company No: 582924-P)
CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 30 SEPTEMBER 2014

THE FIGURES HAVE NOT BEEN AUDITED

	UNAUDITED AS AT 30/09/2014	AUDITED AS AT 31/12/2013
	RM	RM
ASSETS		
Non-Current Assets		
Property, plant and equipment	14,259,498	15,206,741
Buildings in progress	384,280	
Goodwill on consolidation	2,331,544	2,331,544
	<u>16,975,322</u>	<u>17,538,285</u>
Current Assets		
Inventories	818,013	941,044
Trade and other receivables	6,836,914	6,299,594
Tax recoverable	260,750	214,129
Deposits with licenced banks	1,905,792	2,068,618
Cash and bank balances	1,822,869	3,427,371
	<u>11,644,338</u>	<u>12,950,756</u>
TOTAL ASSETS	<u>28,619,660</u>	<u>30,489,041</u>
EQUITY AND LIABILITIES		
Equity attributable to owners of the Parent		
Share capital	35,275,140	35,275,140
Share premium	3,464,689	3,464,689
Reserve	(21,672,739)	(18,374,721)
	<u>17,067,090</u>	<u>20,365,108</u>
Non-controlling interest	-	801,865
Total Equity	<u>17,067,090</u>	<u>21,166,973</u>
Liabilities		
Non-Current Liabilities		
Borrowings	4,407,570	2,420,919
Deferred tax liabilities	207,692	207,692
	<u>4,615,262</u>	<u>2,628,611</u>
Current Liabilities		
Trade and other payables	4,452,473	4,003,640
Provision for warranty and maintenance cost	-	381
Amount due to associated companies	5,055	5,055
Amount due to directors	-	153,071
Provision for taxation	56,858	-
Borrowings	2,422,922	2,531,310
	<u>6,937,308</u>	<u>6,693,457</u>
Total Liabilities	<u>11,552,570</u>	<u>9,322,068</u>
TOTAL EQUITY AND LIABILITIES	<u>28,619,660</u>	<u>30,489,041</u>
Number of ordinary shares at RM0.10 sen par each	352,751,400	352,751,400
Net assets per share attributable to ordinary equity holders of the parent (sen)	4.84	5.77

NOTES:

1. The Unaudited Condensed Consolidated Statement of Financial Position duly reviewed by the Company's External Auditors should be read in conjunction with the Annual Audited Financial Statements for financial year ended 31 December 2013 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 RM17,067,090 (FYE 31/12/13-RM21,166,973) over the issued number of ordinary shares of 352,751,400 (FYE 31/12/13 - 352,751,400) of RM0.10 each.

FOCUS DYNAMICS TECHNOLOGIES BERHAD (Company No: 582924-P)
CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2014

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 January 2013	32,068,310	3,552,931	-	-	(13,500,897)	22,120,344	-	22,120,344
Issue of shares	-	-	-	-	-	-	944,153	944,153
Share issue expenses	-	-	-	-	-	-	-	-
Total comprehensive loss for the period	-	-	-	-	(2,692,457)	(2,692,457)	(155,702)	(2,848,159)
Balance at 30 September 2013	<u>32,068,310</u>	<u>3,552,931</u>	<u>-</u>	<u>-</u>	<u>(16,193,354)</u>	<u>19,427,887</u>	<u>788,451</u>	<u>20,216,338</u>
Balance at 1 January 2014	35,275,140	3,464,689	-	-	(18,374,721)	20,365,108	801,865	21,166,973
Total comprehensive loss for the period	-	-	-	-	(3,983,188)	(3,983,188)	(116,195)	(4,099,383)
Accretion in net assets					685,170	685,170	-	685,170
Net assets acquired from non-controlling interest							(685,670)	(685,670)
Balance at 30 September 2014	<u>35,275,140</u>	<u>3,464,689</u>	<u>-</u>	<u>-</u>	<u>(21,672,739)</u>	<u>17,067,090</u>	<u>-</u>	<u>17,067,090</u>

NOTE:

The Unaudited Condensed Consolidated Statement of Changes In Equity duly reviewed by the Company External Auditors should be read in conjunction with the Annual Audited Financial Statements for the financial year ended 31 December 2013 and the accompanying explanatory notes to this Interim Financial Statements.

FOCUS DYNAMICS TECHNOLOGIES BERHAD (Company No: 582924-P)**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2014**

	CUMULATIVE QUARTERS	
	UNAUDITED CURRENT QUARTER ENDED	UNAUDITED COMPARATIVE QUARTER ENDED
	30/09/2014 RM	30/09/2013 RM
CASH FLOWS FROM OPERATING ACTIVITIES		
Cash receipts from customers	8,375,049	8,349,543
Cash payments to suppliers and employees	(11,110,648)	(9,781,758)
Cash used in operations	<u>(2,735,599)</u>	<u>(1,432,215)</u>
Interest received	23,760	41,110
Interest paid	(83,778)	(43,715)
Income taxes paid	(110,004)	(92,424)
Income taxes refund	59,174	57,206
Net cash used in operating activities	<u>(2,846,447)</u>	<u>(1,470,038)</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(634,410)	(600,861)
Proceeds from disposal of Property, plant & equipment	-	20,000
Acquisition of subsidiary company	(500)	(2,257,702)
Net cash used in investing activities	<u>(634,910)</u>	<u>(2,838,563)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Payment of hire purchase interest	(33,575)	(28,110)
Repayments of hire purchase liabilities	(201,638)	(105,648)
Proceeds from term loan	2,400,000	1,931,879
Repayment of term loans	(478,931)	(191,678)
Payment of term loan interest	(127,031)	(61,020)
Net cash generated from financing activities	<u>1,558,825</u>	<u>1,545,423</u>
Net increase in cash and cash equivalent	(1,922,532)	(2,763,178)
Cash and cash equivalent at beginning of year	<u>3,995,989</u>	<u>4,602,444</u>
Cash and cash equivalent at end of year	<u><u>2,073,457</u></u>	<u><u>1,839,266</u></u>
Cash and cash equivalent comprise:		
Cash in hand and at banks	1,822,869	441,724
Short term deposits	180,786	703,658
Fixed deposits with licensed banks (unpledged)	1,725,006	2,077,052
Bank overdraft	(1,655,204)	(1,383,168)
	<u><u>2,073,457</u></u>	<u><u>1,839,266</u></u>

NOTES:

The Unaudited Condensed Consolidated Statement of Cash Flows duly reviewed by the Company's External Auditors should be read in conjunction with the Annual Audited Financial Statements for the financial period ended 31 December 2013 and the accompanying explanatory notes to this Interim Financial Statements.