

**Focus Dynamics Group Berhad (“Focus” or the “Company”)
(Company No: 582924-P)
Interim Financial Report for the nine months period ended 30 September 2017**

PART A. EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARD 134 (“MFRS 134”) INTERIM FINANCIAL REPORTING

A1. BASIS OF PREPARATION

The interim financial statements are unaudited and have been prepared in accordance with the requirements outlined in the Malaysian Financial Reporting Standards ("MFRSs") No. 134: Interim Financial Reporting issued by the Malaysian Accounting Standards Board ("MASB"), and Paragraph 9.22 of the Bursa Malaysia Securities Berhad (“Bursa Securities”) ACE Market Listing Requirements ("ACE Listing Requirements") and should be read in conjunction with the audited financial statements of the Company and its subsidiaries ("Group") for the financial year ended 31 December 2016. These explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the financial year ended 31 December 2016.

The accounting policies and methods of computation adopted by the Group in this interim financial statements are consistent with those adopted in the financial statements for the financial year ended 31 December 2016, except for the adoption of the following new Amendments to MFRSs issued by MASB, effective for the annual periods beginning on or after 1 January 2017:-

MFRSs/ Amendments to MFRSs/ IC Interpretation	Effective for annual periods beginning on or after
Amendments to MFRS 107 Statement of Cash Flows – Disclosure Initiative	1 January 2017
Amendments to MFRS 112 Income Taxes- Recognition of Deferred Tax Assets for Unrealised Losses	1 January 2017
Annual Improvements to MFRSs Standards 2014 -2016 Cycle	1 January 2017

The adoption of these amendments are not expected to have a material impact to the financial statements of the Group and of the Company.

A2. AUDITORS’ REPORT ON PRECEDING ANNUAL FINANCIAL STATEMENTS

The audit report for the audited financial statements of the Company and its subsidiaries for the financial year ended 31 December 2016 were not subject to any qualification.

A3. COMMENTS ABOUT SEASONAL OR CYCLICAL FACTORS

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

A4. UNUSUAL ITEM DUE TO THEIR NATURE, SIZE OR INCIDENCE

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

A5. MATERIAL ESTIMATES AND CHANGES IN ESTIMATES

There were no changes in estimates that have a material effect in the current quarter and financial period-to-date results under review.

A6. ISSUANCE OR REPAYMENT OF DEBT AND EQUITY SECURITIES

There were no issuances, repurchases and repayment of debt and equity securities during the current financial period.

A7. DIVIDEND DECLARED

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

The Directors do not recommend the payment of any dividend in respect of the current financial period under review.

A8. SEGMENT INFORMATION

Segment information is provided based on three (3) major business segments, i.e. property investment & management, engineering services and food & beverage. Expenses, assets and liabilities which are common and cannot be meaningfully allocated to the segments are presented under allocated expenses, assets and liabilities respectively.

Business segments in revenue and results of the Company and its subsidiaries ("Group") for the current year to date ended 30 September 2017 are as follows:-

	←-----Results for 9 months ended 30 September 2017-----→				
	Property investment & management	Engineering services	Food & beverage ("F&B")	Others	Total
	RM	RM	RM	RM	RM
Revenue					
Segment revenue	5,310,726	873,914	16,853,988	-	23,038,628
Elimination- inter segment	-	-	-	-	-
Total revenue	5,310,726	873,914	16,853,988	-	23,038,628
Results from operating activities	2,215,232	2,474,294	1,485,903	(431,544)	5,743,885
Finance costs					(47,888)
Gains arising from disposal of subsidiary					-
Share of associate's loss					(45)
Profit before taxation					5,695,951
Tax expense					(5,831)
Profit after taxation					5,690,120
Non-controlling interest					(1,085,464)
					4,604,656
Assets and Liabilities					
Segment assets	9,211,822	1,663,889	22,953,498	999,107	34,828,316
Goodwill on consolidation					88,129
Cash in hand and at banks					2,073,035
Deposits with licensed banks					8,388,558
Tax recoverable					177,108
Consolidated total assets					45,555,146
Segment liabilities	8,043,762	346,350	2,525,833	1,119,684	12,035,629
Borrowings					1,336,343
Total liabilities					13,371,972
Capital expenditure	4,573	37,446	3,116,291	-	3,158,310
Depreciation of property, plant and equipment	-	135,338	2,180,860	-	2,136,198

	←-----Results for 9 months ended 30 September 2016-----→				
	Property investment & management	Engineering services	Food & Beverage	Others	Total
	RM	RM	RM	RM	RM
Revenue					
Segment revenue	196,050	3,319,899	7,196,337	-	10,712,286
Elimination- inter segment	-	-	-	-	-
Total revenue				-	10,712,286
Results from operating activities	(203,110)	(2,012,462)	(4,949,164)	(485,870)	(7,650,606)
Finance costs					(46,256)
Gains arising from disposal of subsidiary					7,399
Loss before taxation					(7,689,463)
Tax expense					(70,311)
Loss after taxation					(7,759,774)
Assets and Liabilities					
Segment assets	4,404,834	7,486,139	18,278,387	621,872	30,791,232
Goodwill on consolidation					88,129
Investment in associates					-
Cash in hand and at banks					617,893
Deposits with licensed banks					14,045,274
Tax recoverable					2,500
Consolidated total assets					45,545,028
Segment liabilities	4,773,039	423,261	2,120,389	1,227,372	8,544,061
Provision for taxation					53,692
Deferred tax liabilities					-
Borrowings					1,112,691
Total liabilities					9,710,444
Capital expenditure	-	(312,534)	(3,833,834)	-	(4,146,368)
Depreciation of property, plant and equipment	(453)	(458,017)	(1,231,424)	-	(1,689,894)

A9 MATERIAL EVENTS

There were no other material events during the current quarter for the period ended 30 September 2017 and up to the date of this report except the following :-

- (i) On 17 March 2017, the Board of Directors of Focus ("Board") announced that Marquee International Sdn Bhd ("MISB"), a wholly-owned subsidiary of the Company had on even day entered into a subscription and shareholders' agreement ("SSA") with Dion Tan Yong Chien ("DTYC") And Morvin Tan U-Jiang ("MTUJ") And W Club Enterprise Sdn. Bhd ("WCESB") whereby MISB will subscribe for 45% new ordinary 'of RM1.00 each in WCESB ("WCESB Shares") ("Subscription Shares") for a total cash consideration of RM45.00 ("Subscription Consideration") ("Subscription") to form a joint venture vehicle to undertake F&B related business.

MISB had on 25 April 2017, subscribed to total of 45 number of shares in WCESB.

- (ii) On 9 August 2017, the Board announced that that Marquee International Holding Sdn Bhd ("MIHSB"), a wholly-owned subsidiary of Focus had incorporated a new wholly-owned sub-subsidiary Company namely, Wine Commerce Sdn Bhd ("WCSB") in Malaysia under the Companies Act 2016 on 9 August 2017. The issued and paid-up share capital of WCSB is RM2.00 comprising 2 ordinary shares of RM1.00 each. The principal activities of WCSB are to carry out the business of restaurants, foods and beverages as well as investment holdings and general trading.

A10. VALUATION OF PROPERTY, PLANT AND EQUIPMENT

There were no changes in the valuation of property, plant and equipment since the latest audited financial statements for the financial year ended 31 December 2016.

A11. CHANGES IN THE COMPOSITION OF THE GROUP

There are no changes in the composition of the Group during the quarter under review except for the incorporation of Wine Commerce Sdn Bhd by a wholly-owned subsidiary, Marquee International Holding Sdn Bhd.

A12. CONTINGENT ASSETS AND LIABILITIES

There were no contingent liabilities or contingent assets, since the last financial year ended 31 December 2016.

A13. CAPITAL COMMITMENTS

Capital expenditure contracted and not provided for in the interim financial statements as at 30 September 2017 are as follows:-

	As at 30.09.2017
	RM
Property, plant and equipment	<u>413,913</u>

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**Focus Dynamics Group Berhad (“Focus” or the “Company”)
(Company No: 582924-P)**

Interim Financial Report for nine months period ended 30 September 2017

B. ADDITIONAL INFORMATION REQUIRED BY BURSA SECURITIES

B1. REVIEW OF PERFORMANCE

CURRENT QUARTER COMPARED TO THE CORRESPONDING QUARTER OF LAST YEAR (Q3 17 vs Q3 16)

	Individual Quarter Unaudited		Changes RM'000 %		Cumulative Quarter Unaudited		Changes RM'000 %	
	Current Quarter 30.09.2017 RM'000	Preceding Quarter 30.09.2016 RM'000			Current year to-date 30.09.2017 RM'000	Preceding year to-date 30.09.2016 RM'000		
Revenue	9,570	3,981	5,589	(140.4)	23,038	10,712	12,326	(115.1)
Operating profit/ (loss)	2,311	(2,467)	4,778	(193.7)	5,550	(8,165)	13,715	(168.0)
Profit / (loss) before interest & tax	2,365	(2,327)	4,692	(201.6)	5,744	(7,651)	13,395	(175.1)
Profit/ (loss) before tax	2,349	(2,338)	4,687	(200.5)	5,696	(7,689)	13,385	(174.1)
Profit/ (loss) after tax	2,343	(2,355)	4,698	(199.5)	5,690	(7,760)	13,450	(173.3)
Profit/ (loss) attributable to ordinary equity holders of the parent	1,760	(2,256)	4,016	(178.0)	4,605	(7,660)	12,265	(160.1)

For the three months period ended 30 September, the Group’s revenue increased significantly from RM3.98 million in corresponding quarter of last year to RM9.57 million in the current quarter, representing an increase of RM5.59 million or 140.4%. This was mainly due to higher contribution from the F&B segment following the opening of the Group’s F&B outlets, namely “LAVO Restaurant & Wine Bar” and “Maze Gin Parlour & Coffee Saloon” in June 2016 and April 2017 respectively.

The Group’s gross profit (“GP”) margin improved to 67.65% during the 3-month FPE 30 September 2017 as compared to a GP margin of 49.57% during the previous corresponding period. This was mainly due to higher profit margin generated from rental income by Famous Ambience Sdn Bhd (“FASB”), a 51% subsidiary company of the Group.

The Group had also registered a Profit after tax (“PAT”) of RM2.34 million as compared to Loss after tax (“LAT”) of 2.36 million in the previous corresponding quarter. This mainly due to Sponsorship received from supplier/customer amounted to RM1.66 million and incentive rebate from supplier amounted RM0.26 million, both from F&B segment and higher rental income amounted to RM1.86 million from property investment & management segment.

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B2. COMPARISON OF CURRENT QUARTER RESULTS WITH THE PRECEDING QUARTER

Q3 17 vs Q2 17

	Current Quarter	Immediate	Changes	
	30.09.2017	Preceding Quarter		
	RM'000	30.06.2017	RM'000	%
		RM'000		
Revenue	9,570	8,081	1,489	18.4
Operating profit/ (loss)	2,311	2,153	158	7.3
Profit / (loss) before interest & tax	2,365	2,208	157	7.1
Profit (loss) before tax	2,349	2,192	157	7.2
Profit/ (loss) after tax	2,343	2,194	149	6.8
Profit/ (loss) attributable to ordinary equity holders of the parent	1,760	1,409	351	24.9

For the current quarter, the Group registered an increase in revenue to RM9.57 million from RM8.08 million in the preceding quarter, represents an increase of 18.4% or RM1.49 million. The increase in revenue was mainly due to higher sales recorded by F&B segment.

The Group registered a PAT of RM2.34 million in the current quarter as compared to PAT of RM2.19 million in the preceding quarter. This is mainly due to the improved performance from F&B segment.

B3. COMMENTARY ON PROSPECTS

The Group has redirected its strategic direction towards its F&B segment and Property Investment segment. The Group will:-

- (i) continue its diversification initiative to develop a mixed commercial development which will feature retail/ F&B lots, event hall, a Chinese restaurant, a seafood restaurant, a karaoke centre and car parks in a 5-storey building with a basement level to be erected on a piece of land next to TREC KL and the Tun Razak Exchange; and
- (ii) leverage on its existing F&B outlets, namely "Chaze", "LAVO" and "Maze" to further expand its F&B business including amongst others, opening of additional outlets or launching new F&B brands.

Besides these ventures, the Board views its Engineering Service Segment as a strategic business that is worth retaining despite the loss-making trend in the past few years. This is in view of the increasing awareness on cost and energy efficiency as well as green technology initiatives gradually being adopted by manufacturers across the country. For its Engineering Service Segment, the Group will continue to implement prudent cost-cutting measures as well as leverage on government initiatives to promote green technology and renewable energy, such as the Green Technology Financing Scheme as well as various tax allowances and exemptions for the use of green technology equipment and systems.

The Board believes that the abovementioned initiatives in the F&B, property investment and management as well as Engineering Service Segment should place the Group in a better position to further improve its financial performance in the near future.

B4. PROFIT FORECAST OR PROFIT GUARANTEE

Not applicable as the Group did not publish any profit forecast or profit guarantee

B5. NOTES TO CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	30.09.2017	30.09.2016
	RM	RM
Loss for the period is arrived at after charging		
Amortisation and depreciation	2,316,198	1,689,441
Interest expense	47,888	46,256
Property, plant and equipment written off	4,758	-
And after crediting		
Other income		6,967
Interest income	194,018	513,910
Gain on disposal of property, plant & equipment	2,019,266	-
Reversal of impairment loss on trade receivable	1,151,473	-
Gain arising from disposal of subsidiary	-	7,399

B6. INCOME TAX EXPENSE

	3 months ended	
	30.09.2017	30.09.2016
	RM	RM
Deferred tax	-	-
Current tax	5,831	70,311
Tax Expenses	<u>5,831</u>	<u>70,311</u>

B7. STATUS OF CORPORATE PROPOSALS

The corporate proposals announced but pending completion as at the date of this report are as follows:-

On 2 September 2016, Mercury Securities Sdn Bhd ("Mercury Securities"), on behalf of the Board announced that the Company proposed to undertake the following:-

- (i) proposed diversification of business of the Group into property investment and management ("Proposed Diversification"); and
- (ii) proposed renounceable rights issue of up to 1,245,384,218 new ordinary shares of RM0.05 each in Focus ("Focus Shares" or "Shares") ("Rights Shares") together with up to 622,692,109 free detachable warrants in Focus ("Warrants D") on the basis of two (2) Rights Shares together with one (1) free Warrant D for every two (2) existing Focus Shares held by entitled shareholders of Focus ("Entitled Shareholders") on an entitlement date to be determined later ("Entitlement Date") ("Proposed Rights Issue with Warrants").

The Proposed Diversification and Proposed Rights Issue with Warrants were approved by shareholders at the extraordinary general meeting ("EGM") held on 25 October 2016.

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On 28 July 2017, Mercury Securities, on behalf of the Board announced that the Company proposed to undertake to revise the previous Rights Issue with Warrants to the following:

- (i) proposed renounceable rights issue of up to 1,245,384,218 new irredeemable convertible preference shares in Focus ("ICPS") together with up to 207,564,036 free detachable warrants ("Warrants D") on the basis of 6 ICPS together with 1 free Warrant D for every 6 existing Focus Shares held by the entitled shareholders of the Company on an entitlement date to be determined ("Entitlement Date") ("Entitled Shareholders") ("Proposed Rights Issue of ICPS with Warrants"); and
- (ii) proposed amendments to the Constitution / Memorandum and Articles of Association of the Company ("M&A") ("Proposed M&A Amendments").

The Proposed Rights Issue of ICPS with Warrants and Proposed M&A Amendments are collectively referred to as the Proposals.

The revision was made by the Board after taking into consideration that the issuance of ICPS will not have an immediate dilution effect on the earnings per share ("EPS") of the Company as compared to the issuance of Rights Shares as the ICPS are expected to be converted gradually over the tenure of the ICPS, i.e. 10 years ("Conversion Period"). As the proceeds to be raised from the Proposed Rights Issue of ICPS with Warrants are earmarked for the project, the earnings that are expected to be derived from the project gradually over the next few years will thus offset the delayed dilution effect arising from the conversion of the ICPS throughout the Conversion Period.

On 11 August 2017, Mercury Securities, on behalf of the Board announced that Bursa Securities had, vide its letter dated 11 August 2017, approved the following:-

- (i) admission to the Official List and the initial listing and quotation of up to 1,245,384,218 ICPS and 207,564,036 Warrants D to be issued pursuant to the Proposed Rights Issue of ICPS with Warrants;
- (ii) listing of up to 1,245,384,218 new Focus Shares to be issued pursuant to the conversion of the ICPS; and
- (iii) listing of up to 207,564,036 new Focus Shares to be issued pursuant to the exercise of the Warrants D.

The approval by Bursa Securities for the above is subject to, amongst others, the following conditions:-

- (i) Focus and Mercury Securities must fully comply with the relevant provisions under the Listing Requirements pertaining to the implementation of the Proposed Rights Issue of ICPS with Warrants;
- (ii) Focus and Mercury Securities to inform Bursa Securities upon the completion of the Proposed Rights Issue of ICPS with Warrants; and
- (iii) Focus to furnish Bursa Securities with a written confirmation of its compliance with the terms and conditions of Bursa Securities' approval once the Proposed Rights Issue of ICPS with Warrants is completed.

The Proposals were duly approved by the shareholders at the EGM held on 7 September 2017.

Save as disclosed above, there are no other corporate proposals announced, which are pending completion as at the date of this report.

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B8. GROUP BORROWINGS AND DEBT SECURITIES

The details of the Group's borrowings as at 30 September 2017 are as follows:

	As at 30.09.2017 RM	As at 30.09.2016 RM
Current		
Bank overdraft - secured	1,204,130	932,743
Hire purchase - unsecured	43,306	27,008
	<u>1,247,436</u>	<u>959,751</u>
Non-current		
Hire purchase - unsecured	88,907	152,940
Total Bank borrowings	<u>1,336,343</u>	<u>1,112,691</u>

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

B9. MATERIAL LITIGATION

Save for the following, the Group does not engaged in any litigation or arbitration, either as plaintiff or defendant, which has a material effect on the financial position of the Company or its subsidiary companies and the Board is not aware of any proceedings pending or threatened, or of any fact likely to give rise to any proceedings, which might materially and adversely affect the position or business of the Company or its subsidiary companies as at the date of this report:-

Focus Dynamics Centre Sdn Bhd ("FDC") vs Black Tiger Aquaculture Sdn Bhd ("BTASB") (High Court of Malaya, Johor Bahru)

FDC, a subsidiary of the Company presented a winding up petition against BTASB in the High Court of Malaya, Johor Bahru on 25 January 2010 based on a debt of RM121,320 and interest of RM28,106 which was admitted by BTASB. The Winding Up Order was granted by the High Court on 20 August 2010. Due to its dissatisfaction with the decision of the High Court, BTASB filed a Notice of Motion for Leave to appeal against the said decision pursuant to Section 68 of the Courts of Judicature Act, 1964 on 14 September 2010 ("Application for leave to appeal").

BTASB filed an appeal against the Winding Up Order on 28 February 2011 via Court of Appeal. The appeal was dismissed by the Court of Appeal on 4 January 2013, where the Court of Appeal held that there was a clear admission by BTASB on its indebtedness to FDC. BTASB later sought leave from Federal Court to appeal against the decision of the Court of Appeal and was rejected by the Federal Court on 19 June 2013.

The solicitors in charge of this matter are of the view that since the earlier Winding Up Order is affirmed by the Court of Appeal and Federal Court, the Official Receiver is continued to act as liquidator of BTASB including to call for creditors' meeting and to manage the assets of BTASB as to pay off the debts to creditors, including FDC, if any. As at to-date, there is no instruction and information for such distribution assets from the Official Receiver.

B10. PROPOSED DIVIDEND

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

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B11. EARNINGS/ (LOSS) PER SHARE**(a) Basic**

Basic profit/(loss) per ordinary share is calculated by dividing the net profit/(loss) for the financial period attributable to ordinary equity holders of the Company by the weighted average number of ordinary shares in issue during the financial period.

	3 months ended		Current year to date	
	30.09.2017	30.9.2016	30.09.2017	30.09.2016
Profit/ (loss) attributable to equity holders of the Company (RM)	1,760,077	(2,255,554)	4,604,656	(7,660,250)
Weighted average number of shares in issue	777,089,722	720,414,819	777,089,722	720,414,819
Basic Earnings/ (loss) per share (sen)	0.23	(0.31)	0.59	(1.06)

(b) Diluted earnings per share

For the purpose of calculating diluted earnings per share, the net profit for the period attributable to the equity holders of the Company and the weighted average number of ordinary shares outstanding during the period have been adjusted for the dilutive effects of all potential ordinary shares from the exercise of Warrants.

	3 months ended		Current year to date	
	30.09.2017	30.09.2016	30.09.2017	30.09.2016
Profit/ (loss) attributable to equity holders of the Company (RM)	1,760,077	(2,255,554)	4,604,656	(7,660,250)
Weighted average number of shares in issue	777,089,722	720,414,819	777,089,722	720,414,819
Add: Effects of dilution of warrants	192,250,960	-	171,395,155	-
	969,340,682	720,414,819	948,484,877	720,414,819
Diluted Earnings/ (loss) per share (sen)	0.18	-	0.49	-

The fully diluted loss per ordinary share for the Group for the comparative financial period was not presented as the warrants would be anti-dilutive.

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B12. STATUS OF UTILISATION OF PROCEEDS

(a) Private placement 1

The status of the utilisation of the proceeds raised from the private placement of 29,153,050 Shares at an issue price of RM0.15 per share amounting to RM4,372,950 as at 30 September 2017 is as follows:-

	Proposed utilisation RM'000	Actual utilisation RM'000	Balance of proceeds RM'000	Time frame for the utilisation of proceeds RM'000
Working capital	4,273	3,792	481	31.12.2017
Defraying expenses	100	83	17	31.12.2017
	<u>4,373</u>	<u>3,875</u>	<u>498</u>	

The Board had on 29 November 2016 approved the utilisation of the proceeds derived from private placement to be extended to 31 December 2017.

(b) Private Placement 2

The status of the utilisation of the proceeds raised from the private placement of 32,068,300 Shares at an issue price of RM0.10 per share amounting to RM3,206,830 as at 30 September 2017 is as follows:-

	Proposed utilisation RM'000	Actual utilisation RM'000	Balance of proceeds RM'000	Time frame for the utilisation of proceeds RM'000
Working capital	3,107	2,362	745	31.12.2017
Defraying expenses	100	88	12	31.12.2017
	<u>3,207</u>	<u>2,450</u>	<u>757</u>	

The Board has on 29 November 2016 approved the utilisation of the proceeds derived from private placement to be extended to 31 December 2017.

(c) Rights Issue of Shares with Warrants

On 14 November 2014, the Company had completed the Renounceable Rights Issues by issuance of 352,751,394 new ordinary shares of RM0.10 each ("Rights Issues") on the basis of three (3) Rights Share for every three (3) existing ordinary share of RM0.10 each in the Company held on 14 November 2014 at an issue price of RM0.10 per Rights Share, together with the issuance of 235,167,596 new free detachable warrants ("Warrants") on the basis of two (2) Warrants for every three (3) Rights Shares subscribed.

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The status of the utilisation of the proceeds raised from the Rights Issue of Shares with Warrants of 352,751,394 Rights Shares at an issue price of RM0.10 per share amounting to RM35,275,139 as at 30 September 2017 is as follows:-

	Proposed utilisation RM'000	Actual utilisation RM'000	Balance of proceeds RM'000	Time frame for the utilisation of proceeds RM'000
Repayment of bank borrowings	3,100	2,291	809	31.12.2018
Capital expenditure and working capital for F&B business	25,918	18,735	7,183	31.12.2018
Future working capital/ Investment	5,757	5,757	-	31.12.2018
Defraying expenses	500	500	-	31.12.2018
	<u>35,275</u>	<u>27,283</u>	<u>7,992</u>	

The Board has on 28 November 2017 approved the utilisation of the proceeds derived from the Rights Issue with Warrants to be extended to 31 December 2018.

B13. REALISED AND UNREALISED PROFIT OR LOSSES

Breakdown of the Group's realised and unrealised profit or losses as at 30 June 2017 is as follows:-

	As at 30.09.2017 RM	As at 31.12.2016 RM
Total accumulated loss of the Company and its subsidiaries:-		
- Realised	(40,457,329)	(45,061,985)
- Unrealised	-	-
Total accumulated loss as per statement of financial position	(40,457,329)	(45,061,985)

B14. AUTHORITY FOR ISSUE

The interim financial report were authorised for issue by the Board of Directors in accordance with a resolution of the Directors.

By order of the Board

WONG YUET CHYN
Company Secretary