

**FOCUS DYNAMICS GROUP BERHAD (Company No: 582924-P)**  
CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME  
FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2017

THE FIGURES HAVE NOT BEEN AUDITED

		INDIVIDUAL QUARTER		CUMULATIVE QUARTERS	
		UNAUDITED CURRENT QUARTER ENDED	UNAUDITED COMPARATIVE QUARTER ENDED	UNAUDITED CUMULATIVE YEAR TO DATE	AUDITED CUMULATIVE PRECEDING YEAR TO DATE
	Note	31/12/2017	31/12/2016	31/12/2017	31/12/2016
		RM	RM	RM	RM
<b>CONTINUING OPERATIONS</b>					
<b>REVENUE</b>	A9	8,613,180	4,820,647	31,651,808	15,532,933
<b>COST OF SALES</b>		<u>(3,495,544)</u>	<u>(2,404,586)</u>	<u>(12,101,828)</u>	<u>(8,697,211)</u>
<b>GROSS PROFIT</b>		5,117,636	2,416,061	19,549,980	6,835,722
<b>OTHER INCOME</b>		3,081,079	21,657	9,122,996	28,624
<b>OPERATING EXPENSES</b>		<u>(8,550,047)</u>	<u>(11,855,232)</u>	<u>(23,474,440)</u>	<u>(24,446,376)</u>
<b>PROFIT/(LOSS) FROM OPERATIONS</b>		(351,332)	(9,417,514)	5,198,536	(17,582,030)
<b>INTEREST INCOME</b>		59,542	98,085	253,559	611,995
<b>INTEREST EXPENSES</b>		(15,863)	(18,785)	(63,751)	(65,041)
<b>GAIN ARISING FROM DISPOSAL OF SUBSIDIARY COMPANY</b>		-	-	-	7,399
Share of associate's loss		-	-	(45)	
<b>PROFIT/(LOSS) BEFORE TAX</b>		(307,653)	(9,338,214)	5,388,299	(17,027,677)
<b>INCOME TAX EXPENSE</b>	B6	<u>(465,000)</u>	<u>(3,316)</u>	<u>(470,831)</u>	<u>(73,627)</u>
<b>PROFIT/(LOSS) FOR THE PERIOD</b>		(772,653)	(9,341,530)	4,917,468	(17,101,304)
<b>OTHER COMPREHENSIVE INCOME</b>		-	-	-	-
<b>TOTAL COMPREHENSIVE INCOME/(LOSS) FOR THE PERIOD</b>		<u>(772,653)</u>	<u>(9,341,530)</u>	<u>4,917,468</u>	<u>(17,101,304)</u>
<b>PROFIT/(LOSS) FOR THE PERIOD ATTRIBUTABLE TO:</b>					
OWNERS OF THE COMPANY		(1,123,964)	(9,061,703)	3,480,693	(16,721,953)
NON-CONTROLLING INTEREST		351,311	(279,827)	1,436,775	(379,351)
		<u>(772,653)</u>	<u>(9,341,530)</u>	<u>4,917,468</u>	<u>(17,101,304)</u>
<b>TOTAL COMPREHENSIVE INCOME/(LOSS) FOR THE PERIOD ATTRIBUTABLE TO:</b>					
OWNERS OF THE COMPANY		(1,123,964)	(9,061,703)	3,480,693	(16,721,953)
NON-CONTROLLING INTEREST		351,311	(279,827)	1,436,775	(379,351)
		<u>(772,653)</u>	<u>(9,341,530)</u>	<u>4,917,468</u>	<u>(17,101,304)</u>
<b>Profit/(Loss) Per Ordinary Share</b>					
- Basic (sen)	B11	(0.14)	(1.26)	0.45	(1.06)
- Dilutive (sen)		(0.11)	#	0.36	#

**NOTE:**

The Unaudited Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Annual Audited Financial Statements for financial year ended 31 December 2016 and the accompanying explanatory notes to this Interim Financial Statements.

# The fully dilutive loss per share of the Group for the comparative financial period is not presented as the effect from the assumed conversion of warrants would be anti-dilutive

**FOCUS DYNAMICS GROUP BERHAD (Company No: 582924-P)**  
**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**  
**AS AT 31 DECEMBER 2017**

THE FIGURES HAVE NOT BEEN AUDITED

	UNAUDITED AS AT 31/12/2017	AUDITED AS AT 31/12/2016
	RM	RM
<b>ASSETS</b>		
<b>Non-Current Assets</b>		
Property, plant and equipment	13,873,725	13,357,101
Goodwill	88,129	88,129
Investment	-	714,471
Investment in associate*	-	-
	13,961,854	14,159,701
<b>Current Assets</b>		
Inventories	3,130,887	1,503,629
Trade and other receivables	19,057,444	9,848,402
Tax recoverable	208,524	56,372
Deposits with licenced banks	7,432,623	11,220,610
Cash and bank balances	2,958,498	2,075,991
	32,787,976	24,705,004
<b>TOTAL ASSETS</b>	46,749,830	38,864,705
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to owners of the Company</b>		
Share capital	39,102,904	38,854,486
Share premium	28,657,465	28,657,465
ESOS reserves	4,458,112	4,458,112
Accumulated losses	(41,581,292)	(45,061,985)
	30,637,189	26,908,078
Non-controlling interest	1,021,751	(415,024)
<b>Total Equity</b>	31,658,940	26,493,054
<b>Liabilities</b>		
<b>Non-Current Liabilities</b>		
Borrowings	77,750	121,586
<b>Current Liabilities</b>		
Trade and other payables	13,304,473	11,011,819
Provision for warranty and maintenance cost	72	72
Provision for taxation	465,000	-
Borrowings	1,243,595	1,238,174
	15,013,140	12,250,065
<b>Total Liabilities</b>	15,090,890	12,371,651
<b>TOTAL EQUITY AND LIABILITIES</b>	46,749,830	38,864,705
Number of ordinary shares	782,058,088	777,089,722
<b>Net assets per share attributable to ordinary equity holders of the Company (sen)</b>	3.92	3.46

**NOTES:**

1. The Unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the Annual Audited Financial Statements for financial year ended 31 December 2016 and the accompanying explanatory notes to this Interim Financial Statements.

2. Net assets per share is derived based on Focus Dynamics Group Berhad's consolidated net assets of RM31,090,696 (FYE 31/12/16-RM26,908,078) over the issued number of ordinary shares of 782,058,088 (FYE 31/12/16 - 777,089,722)

\* On 25 April 2017, Marquee International Sdn Bhd subscribed for 45 shares in an associate, which has a deficit shareholders' fund of RM3,110 as at 30.06.2017. This has resulted in its investment fully impaired as at 30 June 2017.

**FOCUS DYNAMICS GROUP BERHAD (Company No: 582924-P)**  
 CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
 FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2017

THE FIGURES HAVE NOT BEEN AUDITED

	<-----Attributable to Owners of the Company----->						
	<-----Non-distributable----->			Distributable			
	Share Capital	Share Premium	ESOS Reserve	Retained Profits/ (Accumulated Losses)	Total	Non- Controlling Interest	Total Equity
	RM	RM	RM	RM	RM	RM	RM
Balance at 1 January 2016	70,550,279	2,966,427	3,239,870	(37,779,696)	38,976,880	-	38,976,880
Issue of shares	3,579,346	-	-	-	3,579,346	-	3,579,346
Share based payments	-	-	1,218,242	-	1,218,242	-	1,218,242
Acquisition of subsidiary company during the year	-	-	-	-	-	(35,673)	(35,673)
Total comprehensive loss for the period	-	-	-	(16,721,953)	(16,721,953)	(379,351)	(17,101,304)
Par Value Reduction	(35,275,139)	25,691,038	-	9,439,664	(144,437)	-	(144,437)
Balance at 31 December 2016	<u>38,854,486</u>	<u>28,657,465</u>	<u>4,458,112</u>	<u>(45,061,985)</u>	<u>26,908,078</u>	<u>(415,024)</u>	<u>26,493,054</u>
Balance at 1 January 2017	38,854,486	28,657,465	4,458,112	(45,061,985)	26,908,078	(415,024)	26,493,054
Issue of shares	248,418	-	-	-	248,418	-	248,418
Total comprehensive income for the period	-	-	-	3,480,693	3,480,693	1,436,775	4,917,468
Balance at 31 December 2017	<u>39,102,904</u>	<u>28,657,465</u>	<u>4,458,112</u>	<u>(41,581,292)</u>	<u>30,637,189</u>	<u>1,021,751</u>	<u>31,658,940</u>

*The Unaudited Condensed Consolidated Statement of Changes In Equity should be read in conjunction with the Annual Audited Financial Statements for the financial year ended 31 December 2016 and the accompanying explanatory notes to this Interim Financial Statements.*

**FOCUS DYNAMICS GROUP BERHAD (Company No: 582924-P)**  
**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**  
**FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2017**

	CUMULATIVE QUARTERS	
	UNAUDITED CURRENT QUARTER ENDED	UNAUDITED COMPARATIVE QUARTER ENDED
	31/12/2017 RM	31/12/2016 RM
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Cash receipts from customers	29,360,436	15,710,268
Cash payments to suppliers and employees	<u>(29,549,004)</u>	<u>(26,258,345)</u>
Cash used in operations	(188,568)	(10,548,077)
Interest received	253,559	611,961
Interest paid	(56,952)	(65,041)
Income taxes paid	(157,982)	(360,436)
Dividend income		1,559
Net cash used in operating activities	<u>(149,943)</u>	<u>(10,360,034)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Purchase of property, plant and equipment ("PPE")	(5,018,695)	(5,487,344)
Revocation of property, plant & equipment		192,360
Proceeds from disposal of PPE	2,060,000	-
Proceeds from disposal of subsidiary	-	-
Dividend income		1,559
Investment in associate	(45)	-
Net cash inflow from acquisition of subsidiary companies		97,890
Net cash used in investing activities	<u>(2,958,740)</u>	<u>(5,195,535)</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
(Placement)/ withdrawal of fixed deposits	-	(41,077)
Payment of Par Value expenses	-	(144,437)
Proceeds from issuance of shares	248,418	3,579,346
Repayments of hire purchase creditors	(48,516)	(111,025)
Net cash (used in)/generated from financing activities	<u>199,902</u>	<u>3,282,807</u>
Net decrease in cash and cash equivalent	(2,908,781)	(12,272,762)
Cash and cash equivalent at beginning of period	12,100,144	23,094,008
Cash and cash equivalent at end of period	<u>9,191,363</u>	<u>10,821,246</u>
Cash and cash equivalent comprise:		
Cash in hand and at banks	2,958,498	2,075,991
Deposits with licensed banks	7,432,623	11,220,610
Bank overdraft	<u>(1,199,758)</u>	<u>(1,196,457)</u>
	9,191,363	12,100,144
Less: Fixed deposits pledged as securities	-	(1,278,898)
	<u>9,191,363</u>	<u>10,821,246</u>

**NOTES:**

*The Unaudited Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Annual Audited Financial Statements for the financial year ended 31 December 2016 and the accompanying explanatory notes to this Interim Financial Statements.*