

**FOCUS DYNAMICS GROUP BERHAD (Company No: 582924-P)**  
CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME  
FOR THE FIRST QUARTER ENDED 31 MARCH 2019

THE FIGURES HAVE NOT BEEN AUDITED

	Note	INDIVIDUAL QUARTER		CUMULATIVE QUARTERS	
		UNAUDITED CURRENT QUARTER ENDED	UNAUDITED COMPARATIVE QUARTER ENDED	UNAUDITED CUMULATIVE YEAR TO DATE	UNAUDITED CUMULATIVE PRECEDING YEAR TO DATE
		31/03/2019	31/03/2018	31/03/2019	31/03/2018
		RM	RM	RM	RM
<b>CONTINUING OPERATIONS</b>					
<b>REVENUE</b>	A9	9,946,952	7,545,080	9,946,952	7,545,080
COST OF SALES		<u>(4,576,720)</u>	<u>(2,980,228)</u>	<u>(4,576,720)</u>	<u>(2,980,228)</u>
GROSS PROFIT		5,370,232	4,564,852	5,370,232	4,564,852
OTHER INCOME		164,918	1,051,584	164,918	1,051,584
OPERATING EXPENSES		<u>(4,409,592)</u>	<u>(4,472,327)</u>	<u>(4,409,592)</u>	<u>(4,472,327)</u>
PROFIT/(LOSS) FROM OPERATIONS		1,125,558	1,144,109	1,125,558	1,144,109
INTEREST INCOME		13,978	53,765	13,978	53,765
INTEREST EXPENSES		(16,770)	(15,891)	(16,770)	(15,891)
SHARE OF PROFIT/(LOSS) ON INVESTMENT IN JOINT VENTURE		<u>(244,421)</u>	<u>-</u>	<u>(244,421)</u>	<u>-</u>
<b>PROFIT/(LOSS) BEFORE TAX</b>		878,345	1,181,983	878,345	1,181,983
INCOME TAX EXPENSE	B6	<u>(248,000)</u>	<u>(69,949)</u>	<u>(248,000)</u>	<u>(69,949)</u>
<b>PROFIT/(LOSS) FOR THE PERIOD</b>		630,345	1,112,034	630,345	1,112,034
<b>OTHER COMPREHENSIVE INCOME</b>		-	-	-	-
<b>TOTAL COMPREHENSIVE INCOME/(LOSS) FOR THE PERIOD</b>		<u>630,345</u>	<u>1,112,034</u>	<u>630,345</u>	<u>1,112,034</u>
<b>PROFIT/(LOSS) FOR THE PERIOD ATTRIBUTABLE TO:</b>					
OWNERS OF THE COMPANY		616,904	367,741	616,904	367,741
NON-CONTROLLING INTEREST		<u>13,441</u>	<u>744,293</u>	<u>13,441</u>	<u>744,293</u>
		<u>630,345</u>	<u>1,112,034</u>	<u>630,345</u>	<u>1,112,034</u>
<b>TOTAL COMPREHENSIVE INCOME/(LOSS) FOR THE PERIOD ATTRIBUTABLE TO:</b>					
OWNERS OF THE COMPANY		616,904	367,741	616,904	367,741
NON-CONTROLLING INTEREST		<u>13,441</u>	<u>744,293</u>	<u>13,441</u>	<u>744,293</u>
		<u>630,345</u>	<u>1,112,034</u>	<u>630,345</u>	<u>1,112,034</u>
Weighted average no shares		2,041,953,672	1,583,996,405	2,041,953,672	1,583,996,405
Basic EPS (sen)		0.03	0.02	0.03	0.02
Weighted average no shares		2,043,728,916	1,586,468,744	2,043,728,916	1,586,468,744
Diluted EPS (sen)		0.03	0.02	0.03	0.02

**NOTE:**

1. 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 2018 and the accompanying explanatory notes to this Interim Financial Statements.

**FOCUS DYNAMICS GROUP BERHAD (Company No: 582924-P)**  
**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**  
**AS AT 31 MARCH 2019**

THE FIGURES HAVE NOT BEEN AUDITED

	<b>UNAUDITED AS AT 31/03/2019</b>	<b>AUDITED AS AT 31/12/2018</b>
	<b>RM</b>	<b>RM</b>
<b>ASSETS</b>		
<b>Non-Current Assets</b>		
Prepaid lease payment	8,676,214	6,638,049
Property, plant and equipment	15,133,893	14,567,644
Goodwill	88,129	88,129
Investment in joint venture	193,326	437,747
	<u>24,091,562</u>	<u>21,731,569</u>
<b>Current Assets</b>		
Inventories	16,542,253	14,987,111
Trade receivables	3,548,813	4,451,714
Other receivables, deposits and prepayments	6,974,247	8,607,325
Amount owing by joint venture	2,414,615	2,658,900
Short-term investments	17,561	17,410
Current tax assets	961,710	474,280
Deposits with licenced banks	1,905,906	1,892,270
Cash and bank balances	3,766,002	3,634,256
	<u>36,131,107</u>	<u>36,723,266</u>
<b>TOTAL ASSETS</b>	<u><u>60,222,669</u></u>	<u><u>58,454,835</u></u>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to owners of the Company</b>		
Share capital	86,833,750	86,815,822
Warrant reserve	28,655	31,773
Foreign currency translation reserves	(13,312)	(13,312)
Accumulated losses	(45,100,943)	(45,717,847)
	<u>41,748,150</u>	<u>41,116,436</u>
Non-controlling interest	1,161,702	1,148,261
<b>Total Equity</b>	<u>42,909,852</u>	<u>42,264,697</u>
<b>Liabilities</b>		
<b>Non-Current Liabilities</b>		
Finance lease liabilities	115,546	37,427
Deferred tax liabilities	44,824	44,824
<b>Current Liabilities</b>		
Trade payables	3,956,196	5,911,046
Other payables and accruals	11,687,660	8,947,431
Bank overdrafts	1,205,108	1,205,044
Finance lease liabilities	55,483	44,366
Current tax liabilities	248,000	-
	<u>17,152,447</u>	<u>16,107,887</u>
<b>Total Liabilities</b>	<u>17,312,817</u>	<u>16,190,138</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u><u>60,222,669</u></u>	<u><u>58,454,835</u></u>
Number of ordinary shares	2,042,088,608	2,041,792,408
<b>Net assets per share attributable to ordinary equity holders of the Company (sen)</b>	2.04	2.01

**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 2018 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 RM41,748,150 (FYE 31/12/18-RM41,116,436) over the issued number of ordinary shares of 2,042,088,608 (FYE 31/12/18 - 2,041,792,408)

**FOCUS DYNAMICS GROUP BERHAD (Company No: 582924-P)**  
**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**  
**FOR THE FIRST QUARTER ENDED 31 MARCH 2019**

THE FIGURES HAVE NOT BEEN AUDITED

	-----Attributable to Owners of the Company----->					Distributable	Total	Non-Controlling Interest	Total Equity
	-----Non-distributable----->								
	Share Capital	Share Premium	Warrant Reserve	ESOS Reserve	Foreign currency translation Reserve	Retained Profits/ (Accumulated Losses)			
	RM	RM	RM	RM	RM	RM	RM	RM	RM
Balance at 1 January 2018									
Previously reported	39,102,905	28,657,465	-	4,458,112	(13,312)	(41,758,860)	30,446,310	1,025,180	31,471,490
Prior year adjustments	99,367	(2,966,427)	4,603,985	(1,742,417)	-	(744,333)	(749,825)	19,734	(730,091)
As stated	39,202,272	25,691,038	4,603,985	2,715,695	(13,312)	(42,503,193)	29,696,485	1,044,914	30,741,399
Change in accounting policies	-	-	-	-	-	(92,462)	(92,462)	-	-
Total comprehensive loss for the period	-	-	-	-	-	367,741	367,741	744,293	1,112,034
Transactions with owners									
Warrants exercised	16,008,872	-	(4,572,212)	-	-	-	11,436,660	-	11,436,660
Employees' share options exercised	5,913,640	-	-	(2,715,695)	-	-	3,197,945	-	3,197,945
Transfer to share capital pursuant to Companies Act 2016	25,691,038	(25,691,038)	-	-	-	-	-	-	-
Total transactions with owners	47,613,550	(25,691,038)	(4,572,212)	(2,715,695)	-	-	14,634,605	-	14,634,605
Balance at 31 March 2018	<u>86,815,822</u>	<u>-</u>	<u>31,773</u>	<u>-</u>	<u>(13,312)</u>	<u>(42,227,914)</u>	<u>44,606,369</u>	<u>1,789,207</u>	<u>46,488,038</u>
Balance at 1 January 2019	86,815,822	-	31,773	-	(13,312)	(45,717,847)	41,116,436	1,148,261	42,264,697
Issue of shares	17,928	-	(3,118)	-	-	-	14,810	-	14,810
Exercise of ESOS options	-	-	-	-	-	-	-	-	-
Total comprehensive profit/ (loss) for the period	-	-	-	-	-	616,904	616,904	13,441	630,345
Balance at 31 March 2018	<u>86,833,750</u>	<u>-</u>	<u>28,655</u>	<u>-</u>	<u>(13,312)</u>	<u>(45,100,943)</u>	<u>41,748,150</u>	<u>1,161,702</u>	<u>42,909,852</u>

**NOTE:**

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 2018 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 FIRST QUARTER ENDED 31 MARCH 2019**

	CUMULATIVE QUARTERS	
	UNAUDITED CURRENT QUARTER ENDED	UNAUDITED COMPARATIVE QUARTER ENDED
	31/03/2019 RM	31/03/2018 RM
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Cash receipts from customers	12,892,134	5,311,992
Cash payments to suppliers and employees	(8,630,624)	(8,587,345)
Cash used in operations	<u>4,261,510</u>	<u>(3,275,353)</u>
Interest received	13,978	53,765
Interest paid	(15,089)	(14,522)
Income taxes paid	(589,179)	(28,274)
Income taxes refund	101,749	10,000
Net cash used in operating activities	<u>3,772,969</u>	<u>(3,254,384)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Purchase of property, plant and equipment ("PPE")	(1,691,700)	(1,656,304)
Purchase of intangible assets	(2,038,165)	-
Net cash used in investing activities	<u>(3,729,865)</u>	<u>(1,656,304)</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Proceeds from issuance of shares	14,810	14,621,665
Finance lease obtained	102,000	-
Payment of finance lease interest	(1,681)	(1,369)
Repayments of finance lease liabilities	(12,764)	(10,760)
Net cash (used in)/generated from financing activities	<u>102,365</u>	<u>14,609,536</u>
Net decrease in cash and cash equivalent	145,469	9,698,848
Cash and cash equivalent at beginning of period	4,338,892	9,181,616
Cash and cash equivalent at end of period	<u>4,484,361</u>	<u>18,880,464</u>
Cash and cash equivalent comprise:		
Cash in hand and at banks	3,766,002	4,137,300
Short term deposits	17,561	16,824
Deposits with licensed banks	1,905,906	15,931,427
Bank overdraft	(1,205,108)	(1,205,087)
	<u>4,484,361</u>	<u>18,880,464</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 2018 and the accompanying explanatory notes to this Interim Financial Statements.*