

FOCUS DYNAMICS GROUP BERHAD (Company No: 582924-P)
CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE FIRST QUARTER ENDED 30 JUNE 2019

THE FIGURES HAVE NOT BEEN AUDITED

		INDIVIDUAL QUARTER		CUMULATIVE QUARTERS	
		UNAUDITED CURRENT QUARTER ENDED	UNAUDITED COMPARATIVE QUARTER ENDED	UNAUDITED CUMULATIVE YEAR TO DATE	UNAUDITED CUMULATIVE PRECEDING YEAR TO DATE
	Note	30/06/2019	30/06/2018	30/06/2019	30/06/2018
		RM	RM	RM	RM
CONTINUING OPERATIONS					
REVENUE	A9	9,307,827	6,270,944	19,254,779	13,816,024
COST OF SALES		<u>(4,629,481)</u>	<u>(2,757,585)</u>	<u>(9,206,201)</u>	<u>(5,737,813)</u>
GROSS PROFIT		4,678,346	3,513,359	10,048,578	8,078,211
OTHER INCOME		1,284,049	1,394,553	1,448,967	2,446,137
OPERATING EXPENSES		<u>(4,076,223)</u>	<u>(5,237,381)</u>	<u>(8,485,815)</u>	<u>(9,709,708)</u>
PROFIT/(LOSS) FROM OPERATIONS		1,886,172	(329,469)	3,011,730	814,640
INTEREST INCOME		14,234	124,588	28,212	178,353
INTEREST EXPENSES		(16,811)	(16,193)	(33,581)	(32,084)
SHARE OF PROFIT/(LOSS) ON INVESTMENT IN JOINT VENTURE		<u>(106,270)</u>	-	<u>(350,691)</u>	-
PROFIT/(LOSS) BEFORE TAX		1,777,325	(221,074)	2,655,670	960,909
INCOME TAX EXPENSE	B6	<u>(1,033,000)</u>	<u>(652,980)</u>	<u>(1,281,000)</u>	<u>(722,929)</u>
PROFIT/(LOSS) FOR THE PERIOD		744,325	(874,054)	1,374,670	237,980
OTHER COMPREHENSIVE INCOME		-	-	-	-
TOTAL COMPREHENSIVE INCOME/(LOSS) FOR THE PERIOD		<u>744,325</u>	<u>(874,054)</u>	<u>1,374,670</u>	<u>237,980</u>
PROFIT/(LOSS) FOR THE PERIOD ATTRIBUTABLE TO:					
OWNERS OF THE COMPANY		678,101	(308,009)	1,295,005	59,732
NON-CONTROLLING INTEREST		<u>66,224</u>	<u>(566,045)</u>	<u>79,665</u>	<u>178,248</u>
		<u>744,325</u>	<u>(874,054)</u>	<u>1,374,670</u>	<u>237,980</u>
TOTAL COMPREHENSIVE INCOME/(LOSS) FOR THE PERIOD ATTRIBUTABLE TO:					
OWNERS OF THE COMPANY		678,101	(308,009)	1,454,335	59,732
NON-CONTROLLING INTEREST		<u>66,224</u>	<u>(566,045)</u>	<u>(79,665)</u>	<u>178,248</u>
		<u>744,325</u>	<u>(874,054)</u>	<u>1,374,670</u>	<u>237,980</u>
Weighted average no shares		2,042,300,493	2,041,533,638	2,042,116,162	1,814,028,935
Basic EPS (sen)		0.03	(0.02)	0.06	0.003
Weighted average no shares		2,043,701,580	2,043,690,348	2,043,547,110	1,816,369,314
Diluted EPS (sen)		0.03	(0.02)	0.06	0.003

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 30 JUNE 2019

THE FIGURES HAVE NOT BEEN AUDITED

	UNAUDITED AS AT 30/06/2019	AUDITED AS AT 31/12/2018
	RM	RM
ASSETS		
Non-Current Assets		
Prepaid lease payments	10,258,600	6,638,049
Property, plant and equipment	15,328,471	14,567,644
Goodwill	88,129	88,129
Investment in joint venture	87,056	437,747
	<u>25,762,256</u>	<u>21,731,569</u>
Current Assets		
Inventories	16,284,009	14,987,111
Trade receivables	2,602,630	4,451,714
Other receivables, deposits and prepayments	9,696,519	8,607,325
Amount owing by joint venture	2,184,599	2,658,900
Short-term investments	17,709	17,410
Current tax assets	1,384,306	474,280
Deposits with licenced banks	1,919,841	1,892,270
Cash and bank balances	3,878,076	3,634,256
	<u>37,967,689</u>	<u>36,723,266</u>
TOTAL ASSETS	<u><u>63,729,945</u></u>	<u><u>58,454,835</u></u>
EQUITY AND LIABILITIES		
Equity attributable to owners of the Company		
Share capital	86,859,565	86,815,822
Warrant reserve	24,165	31,773
Foreign currency translation reserves	(13,312)	(13,312)
Accumulated losses	(44,422,842)	(45,717,847)
	<u>42,447,576</u>	<u>41,116,436</u>
Non-controlling interest	1,227,926	1,148,261
Total Equity	<u>43,675,502</u>	<u>42,264,697</u>
Liabilities		
Non-Current Liabilities		
Finance lease liabilities	99,428	37,427
Deferred tax liabilities	44,824	44,824
Current Liabilities		
Trade payables	3,959,658	5,911,046
Other payables and accruals	13,411,737	8,947,431
Bank overdrafts	1,209,858	1,205,044
Finance lease liabilities	57,938	44,366
Current tax liabilities	1,271,000	-
	<u>19,910,191</u>	<u>16,107,887</u>
Total Liabilities	<u>20,054,443</u>	<u>16,190,138</u>
TOTAL EQUITY AND LIABILITIES	<u><u>63,729,945</u></u>	<u><u>58,454,835</u></u>
Number of ordinary shares	2,042,515,108	2,041,792,408
Net assets per share attributable to ordinary equity holders of the Company (sen)	2.08	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 30 JUNE 2019

THE FIGURES HAVE NOT BEEN AUDITED

	-----Attributable to Owners of the Company----->					-----Distributable----->			
	-----Non-distributable----->								
	Share Capital	Share Premium	Warrant Reserve	ESOS Reserve	Foreign currency translation Reserve	Retained Profits/ (Accumulated Losses)	Total	Non- Controlling Interest	Total Equity
	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	-	-	-	-	-	59,732	59,732	744,293	804,025
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 30 June 2018	<u>86,815,822</u>	<u>-</u>	<u>31,773</u>	<u>-</u>	<u>(13,312)</u>	<u>(42,535,923)</u>	<u>44,298,360</u>	<u>1,789,207</u>	<u>46,180,029</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	43,743	-	(7,608)	-	-	-	36,135	-	36,135
Exercise of ESOS options	-	-	-	-	-	-	-	-	-
Total comprehensive profit/ (loss) for the period	-	-	-	-	-	1,295,005	1,295,005	79,665	1,374,670
Balance at 30 June 2019	<u>86,859,565</u>	<u>-</u>	<u>24,165</u>	<u>-</u>	<u>(13,312)</u>	<u>(44,422,842)</u>	<u>42,447,576</u>	<u>1,227,926</u>	<u>43,675,502</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 30 JUNE 2019

	CUMULATIVE QUARTERS	
	UNAUDITED CURRENT QUARTER ENDED	UNAUDITED COMPARATIVE QUARTER ENDED
	30/06/2019	30/06/2018
	RM	RM
CASH FLOWS FROM OPERATING ACTIVITIES		
Cash receipts from customers	22,629,301	9,281,181
Cash payments to suppliers and employees	(14,861,911)	(14,251,530)
Cash used in operations	<u>7,767,390</u>	<u>(4,970,349)</u>
Interest received	28,212	178,353
Interest paid	(29,961)	(29,479)
Income taxes paid	(1,100,151)	(54,977)
Income taxes refund	180,125	10,000
Net cash used in operating activities	<u>6,845,615</u>	<u>(4,866,452)</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment ("PPE")	(3,066,275)	(2,587,431)
Prepaid lease payments	(3,620,551)	-
Net cash used in investing activities	<u>(6,686,826)</u>	<u>(2,587,431)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issuance of shares	36,135	14,621,665
Finance lease obtained	102,000	-
Payment of finance lease interest	(3,620)	(2,605)
Repayments of finance lease liabilities	(26,428)	(17,610)
Net cash (used in)/generated from financing activities	<u>108,087</u>	<u>14,601,450</u>
Net decrease in cash and cash equivalent	266,876	7,147,567
Cash and cash equivalent at beginning of period	<u>4,338,892</u>	<u>9,181,616</u>
Cash and cash equivalent at end of period	<u><u>4,605,768</u></u>	<u><u>16,329,183</u></u>
Cash and cash equivalent comprise:		
Cash in hand and at banks	3,878,076	3,506,220
Short term deposits	17,709	17,060
Deposits with licensed banks	1,919,841	14,010,507
Bank overdraft	(1,209,858)	(1,204,604)
	<u>4,605,768</u>	<u>16,329,183</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.