

**FOCUS DYNAMICS GROUP BERHAD (Company No: 582924-P)**  
CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME  
FOR THE 4TH QUARTER ENDED 31 DECEMBER 2019

THE FIGURES HAVE NOT BEEN AUDITED

		INDIVIDUAL QUARTER		CUMULATIVE QUARTERS	
		UNAUDITED	UNAUDITED	UNAUDITED	AUDITED
		CURRENT	COMPARATIVE	CUMULATIVE	CUMULATIVE
		QUARTER	QUARTER	YEAR	PRECEDING YEAR
		ENDED	ENDED	TO DATE	TO DATE
	Note	31/12/2019	31/12/2018	31/12/2019	31/12/2018
		RM	RM	RM	RM
<b>CONTINUING OPERATIONS</b>					
<b>REVENUE</b>	A9	10,000,691	4,392,078	39,129,556	24,209,790
COST OF SALES		<u>(4,656,746)</u>	<u>(3,340,632)</u>	<u>(18,749,547)</u>	<u>(11,953,564)</u>
GROSS PROFIT		5,343,945	1,051,446	20,380,009	12,256,226
OTHER INCOME		916,227	2,930,700	3,252,266	6,112,857
OPERATING EXPENSES		<u>(11,523,336)</u>	<u>(5,942,862)</u>	<u>(25,501,845)</u>	<u>(21,158,447)</u>
PROFIT/(LOSS) FROM OPERATIONS		(5,263,164)	(1,960,716)	(1,869,570)	(2,789,364)
INTEREST INCOME		13,541	194,971	53,809	223,355
INTEREST EXPENSES		(16,272)	(15,986)	(66,290)	(64,501)
SHARE OF PROFIT/(LOSS) ON INVESTMENT IN JOINT VENTURE		270,103	230,965	37,767	437,702
GAIN TO GROUP ON ACQUISITION OF SUBSIDIARY COMPANY		305,427	-	305,427	-
<b>PROFIT/(LOSS) BEFORE TAX</b>		(4,690,365)	(1,550,766)	(1,538,857)	(2,192,808)
INCOME TAX EXPENSE	B6	<u>(497,912)</u>	<u>46,992</u>	<u>(2,393,392)</u>	<u>(826,037)</u>
<b>PROFIT/(LOSS) FOR THE PERIOD</b>		(5,188,277)	(1,503,774)	(3,932,249)	(3,018,845)
<b>OTHER COMPREHENSIVE INCOME</b>		-	-	-	-
<b>TOTAL COMPREHENSIVE INCOME/(LOSS) FOR THE PERIOD</b>		<u><u>(5,188,277)</u></u>	<u><u>(1,503,774)</u></u>	<u><u>(3,932,249)</u></u>	<u><u>(3,018,845)</u></u>
<b>PROFIT/(LOSS) FOR THE PERIOD ATTRIBUTABLE TO:</b>					
OWNERS OF THE COMPANY		(2,885,962)	(1,973,082)	(1,660,748)	(3,122,192)
NON-CONTROLLING INTEREST		<u>(2,302,315)</u>	<u>469,308</u>	<u>(2,271,501)</u>	<u>103,347</u>
		<u><u>(5,188,277)</u></u>	<u><u>(1,503,774)</u></u>	<u><u>(3,932,249)</u></u>	<u><u>(3,018,845)</u></u>
<b>TOTAL COMPREHENSIVE INCOME/(LOSS) FOR THE PERIOD ATTRIBUTABLE TO:</b>					
OWNERS OF THE COMPANY		(2,885,962)	(1,973,082)	(1,660,748)	(3,122,192)
NON-CONTROLLING INTEREST		<u>(2,302,315)</u>	<u>469,308</u>	<u>(2,271,501)</u>	<u>103,347</u>
		<u><u>(5,188,277)</u></u>	<u><u>(1,503,774)</u></u>	<u><u>(3,932,249)</u></u>	<u><u>(3,018,845)</u></u>
Weighted average no shares		2,044,035,335	2,041,698,460	2,042,858,232	1,984,810,931
Basic EPS (sen)		(0.141)	(0.10)	(0.08)	(0.16)
Weighted average no shares		2,044,035,335	2,043,723,039	2,042,858,232	1,984,830,931
Diluted EPS (sen)		(0.141)	(0.10)	(0.08)	(0.16)

**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 DECEMBER 2019**

THE FIGURES HAVE NOT BEEN AUDITED

	<b>UNAUDITED AS AT 31/12/2019</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 payments	10,615,531	6,638,049
Property, plant and equipment	14,788,236	14,567,644
Goodwill	88,129	88,129
Rights of use asset	37,664,496	-
Investment in joint venture	475,514	437,747
	<u>63,631,906</u>	<u>21,731,569</u>
<b>Current Assets</b>		
Inventories	15,945,363	14,987,111
Trade receivables	4,141,966	4,451,714
Other receivables, deposits and prepayments	8,635,626	8,607,325
Amount owing by joint venture	2,238,601	2,658,900
Short-term investments	17,994	17,410
Current tax assets	278,647	474,280
Deposits with licenced banks	1,944,950	1,892,270
Cash and bank balances	5,193,185	3,634,256
	<u>38,396,332</u>	<u>36,723,266</u>
<b>TOTAL ASSETS</b>	<u><u>102,028,238</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	86,965,549	86,815,822
Warrant reserve	5,732	31,773
Foreign currency translation reserves	(13,312)	(13,312)
Accumulated losses	(47,378,595)	(45,717,847)
	<u>39,579,374</u>	<u>41,116,436</u>
Non-controlling interest	(872,896)	1,148,261
<b>Total Equity</b>	<u><u>38,706,478</u></u>	<u><u>42,264,697</u></u>
<b>Liabilities</b>		
<b>Non-Current Liabilities</b>		
Hire purchase payables	84,100	-
Finance lease liabilities	37,413,389	37,427
Deferred tax liabilities	44,824	44,824
	<u>84,327</u>	<u>82,251</u>
<b>Current Liabilities</b>		
Trade payables	5,806,257	5,911,046
Other payables and accruals	17,567,681	8,947,431
Bank overdrafts	1,204,321	1,205,044
Hire purchase payables	45,436	44,366
Finance lease liabilities	981,785	-
Current tax liabilities	173,967	-
	<u>25,779,447</u>	<u>16,107,887</u>
<b>Total Liabilities</b>	<u><u>63,321,760</u></u>	<u><u>16,190,138</u></u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u><u>102,028,238</u></u>	<u><u>58,454,835</u></u>
Number of ordinary shares	2,044,266,157	2,041,792,408
<b>Net assets per share attributable to ordinary equity holders of the Company (sen)</b>	1.94	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 RM39,619,212 (FYE 31/12/18-RM41,116,436) over the issued number of ordinary shares of 2,044,266,157 (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 4TH QUARTER ENDED 31 DECEMBER 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)	-	(92,462)
Total comprehensive loss for the period	-	-	-	-	-	(3,122,192)	(3,122,192)	103,347	(3,018,845)
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 December 2018	<u>86,815,822</u>	<u>-</u>	<u>31,773</u>	<u>-</u>	<u>(13,312)</u>	<u>(45,717,847)</u>	<u>41,116,436</u>	<u>1,148,261</u>	<u>42,264,697</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	149,727	-	(26,041)	-	-	-	123,686	-	123,686
Acquisition of subsidiary company	-	-	-	-	-	-	-	250,345	250,345
Total comprehensive profit/ (loss) for the period	-	-	-	-	-	(1,660,748)	(1,660,748)	(2,271,501)	(3,932,249)
Balance at 31 December 2019	<u>86,965,549</u>	<u>-</u>	<u>5,732</u>	<u>-</u>	<u>(13,312)</u>	<u>(47,378,595)</u>	<u>39,579,374</u>	<u>(872,895)</u>	<u>38,706,479</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 4TH QUARTER ENDED 31 DECEMBER 2019**

	CUMULATIVE QUARTERS	
	UNAUDITED CURRENT QUARTER ENDED	AUDITED COMPARATIVE QUARTER ENDED
	31/12/2019 RM	31/12/2018 RM
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Cash receipts from customers	44,091,605	27,752,920
Cash payments to suppliers and employees	(25,188,307)	(35,676,305)
Cash used in operations	18,903,298	(7,923,385)
Interest received	53,809	223,335
Interest paid	(59,293)	(64,501)
Income taxes paid	(2,773,617)	(1,686,209)
Income taxes refund	749,825	10,000
Net cash used in operating activities	16,874,022	(9,440,760)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Purchase of property, plant and equipment ("PPE")	(5,548,372)	(4,837,128)
Prepaid lease payments	(8,580,081)	(5,102,206)
Investment in subsidiary company	4,227	-
Net cash used in investing activities	(14,124,226)	(9,939,334)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Proceeds from issuance of shares	323,686	14,634,605
Finance lease obtained	102,000	-
Payment of finance lease interest	(6,997)	-
Repayments of hire purchase liabilities	(54,257)	(39,793)
Repayment of finance lease liabilities	(1,501,312)	-
Repayment to Directors	-	(17,813)
Placement of fixed deposits	-	(39,629)
Net cash (used in)/generated from financing activities	(1,136,880)	14,537,370
Net decrease in cash and cash equivalent	1,612,916	(4,842,724)
Cash and cash equivalent at beginning of period	4,338,892	9,181,616
Cash and cash equivalent at end of period	5,951,808	4,338,892
Cash and cash equivalent comprise:		
Cash in hand and at banks	5,193,185	3,634,256
Short term deposits	17,994	17,410
Deposits with licensed banks	1,944,950	1,892,270
Bank overdraft	(1,204,321)	(1,205,044)
	5,951,808	4,338,892

**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.*