

**Focus Dynamics Group Berhad (“Focus” or the “Company”)
(Company No: 582924-P)
Interim Financial Report for the twelve (12) months period ended 31 December 2020**

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 2019. 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 2019.

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 2019, 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 2020:-

MFRSs and/or IC Interpretations (Including The Consequential Amendments)	Effective Date
Amendments to MFRS 3: Definition of a Business	1 January 2020
Amendments to MFRS 9, MFRS 139, and MFRS 7: Interest Rate Benchmark Reform	1 January 2020
Amendments to MFRS 101 and MFRS 108: Definition of Material	1 January 2020
Amendments to MFRS 16: COVID-19-Related Rent Concessions	1 June 2020
Amendments to MFRS 4: Extension of the Temporary Exemption from Applying MFRS 9	17 August 2020 (Effective Immediately)
Amendments to MFRS 101: Classification of Liabilities as Current or Non-Current – Deferral of Effective Date	17 August 2020 (Effective Immediately)

The standards that are issued but not yet effective up to the date of authorisation of these financial statements are disclosed below. The Group intends to adopt these standards if applicable when they become effective.

MFRSs and/or IC Interpretations (Including The Consequential Amendments)	Effective Date
Amendments to MFRS 9, MFRS 139, MFRS 7, MFRS 4 & MFRS 16: Interest Rate Benchmark Reform-Phrase 2	1 January 2021
Amendments to MFRS 1: Annual Improvements to MFRS Standards 2018-2020	1 January 2022
Amendments to MFRS 3: Reference to the Conceptual Framework	1 January 2022
Amendments to MFRS 9: Annual Improvements to MFRS Standard 2018-2020	1 January 2022
Amendments to Illustrative Examples accompanying MFRS 16: Annual Improvement to MFRS Standard 2018-2022	1 January 2022
Amendments to MFRS 116: Proceed before Intended Use	1 January 2022
Amendment to MFRS 137: Onerous Contracts – Cost of Fulfilling a Contract	1 January 2022
Amendments to MFRS 141: Annual Improvements to MFRS Standard 2018-2022	1 January 2022
MFRS 17: Insurance Contracts	1 January 2023
Amendments to MFRS 17: Insurance Contracts	1 January 2023

Amendments to MFRS 101: Classification of Liabilities as Current or Non-Current	1 January 2023
Amendments to MFRS 101: Disclosure of Accounting Policies	1 January 2023
Amendments to MFRS 108: Definition of Accounting Estimates	1 January 2023
MFRS 10: Consolidated Financial Statements	Deferred
MFRS 128: Investments in Associates and Joint Ventures	Deferred
Amendments to MFRS 10 and MFRS 128: Sale or Contribution of Assets between an Investor and its Associate or Joint Venture	Deferred

The adoption of the above accounting standards and/or interpretations (including the consequential amendments, if any) is expected to have no material impact on the financial statements of the Group and the Company upon their initial application.

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 2019 were not subject to any qualification.

A3. COMMENTS ABOUT SEASONAL OR CYCLICAL FACTORS

The Group's business operational results are 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.

The current outbreak of COVID-19 has resulted in the occurrence of a multitude of associated events such as temporarily closing of businesses, travel restrictions and quarantine measures across the globe. These measures and policies affect supply chains and the production of goods and services and lower economic activity which is likely to result in reduced demand for the Group's goods and services. The Group exercises judgement, in light of all facts and circumstances, to assess what event in this series of events provides additional evidence about the condition that existed at the reporting date and therefore affects the recognition and measurement of the Group's assets and liabilities for the three (3) months period ended 31 December 2020.

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.

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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 31 December 2020 are as follows:-

	←-----Results for 12 months ended 31 December 2020-----→				
	Property investment & management RM	Engineering services RM	Food & beverage ("F&B") RM	Others RM	Total RM
Revenue					
Segment revenue	-	180,025	66,078,574	-	66,258,599
Elimination- inter segment	-	-	610,458	-	610,458
Total revenue	-	180,025	66,689,032	-	66,869,057
Less: consolidated adjustments	-	-	(610,458)	-	(610,458)
	-	180,025	66,078,574	-	66,258,599
Results from operating activities	(110,110)	1,915,790	23,511,553	(1,961,741)	23,355,492
Finance costs					(760,618)
Share of results in joint venture					(497,890)
Profit before taxation					22,096,984
Tax expense					(5,803,518)
Profit after taxation					16,293,466
Non-controlling interest					429,879
					16,723,345
Assets and Liabilities					
Segment assets	23,990,584	12,920,429	43,244,687	5,539,743	85,695,443
Goodwill					88,129
Short term investment					4,722,356
Cash and bank balances					132,238,856
Deposits with licensed banks					2,880,307
Consolidated total assets					225,625,091
Segment liabilities	17,125,411	348,419	19,017,657	6,216,837	42,708,324
Unallocated liabilities					
Bank overdraft					1,224,641
Leased liabilities					5,426,053
Current tax liabilities					2,437,391
Deferred tax liabilities					28,983
Total liabilities					51,825,392
Other information					
Investment in joint venture	-	-	(497,890)	-	(497,890)
Prepaid expenses	6,828,932	-	-	-	6,828,932
Property, plant & equipment ("PPE")	-	-	858,677	4,896,575	5,755,252
Depreciation of PPE	1,588	102,310	4,351,902	392,474	4,848,274
Depreciation of RUA	-	11,057	984,685	332,019	1,327,761

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	←-----Results for 12 months ended 31 December 2019-----→				
	Property investment & management RM	Engineering services RM	Food & beverage ("F&B") RM	Others RM	Total RM
Revenue					
Segment revenue	-	227,015	38,850,100	-	39,077,115
Elimination- inter segment	-	-	1,233,091	-	1,233,091
Total revenue	-	227,015	40,083,191	-	40,310,206
Less: consolidated adjustment	-	-	(1,233,091)	-	(1,233,091)
	-	227,015	38,850,100	-	39,077,115
Results from operating activities	75,130	(1,204,646)	3,161,886	(820,087)	1,212,283
Finance costs					(905,355)
Share of results in joint venture					60,188
Bargain purchase					374,177
Profit before taxation					741,293
Tax expense					(2,632,011)
Loss after taxation					(1,890,718)
Non-controlling interest					81,470
					(1,809,248)
Assets and Liabilities					
Segment assets	19,088,998	407,027	39,827,835	2,410,983	61,734,843
Investment in joint venture					497,935
Goodwill					88,129
Short term investment					17,994
Cash and bank balances					5,193,256
Deposits with licensed banks					1,935,200
Current tax assets					229,384
Consolidated total assets					69,696,741
Segment liabilities	15,797,625	393,876	5,164,083	1,156,462	22,512,046
Unallocated liabilities					
Bank overdraft					1,204,321
Leased liabilities					4,726,342
Current tax liabilities					450,245
Total liabilities					28,892,954
Other information					
Investment in joint venture	-	-	60,188	-	60,188
Prepaid expenses	8,177,110	-	-	-	8,177,110
PPE	-	7,000	4,923,029	1,989,885	6,919,914
RUA	-	123,250	984,176	-	1,107,426
Depreciation of PPE	4,765	118,930	4,975,118	198,989	5,297,802
Depreciation of RUA	-	33,653	1,270,741	-	1,304,394

A9. MATERIAL EVENTS

The outbreak of Coronavirus Disease 2019 (COVID-19) in early 2020 has affected the business and economic environments across the globe. Different measures taken by the governments and various private corporations to prevent the spread of the virus such as travel bans, closures of non-essential services, social distancing and home quarantine requirements may impact consumers' spending pattern and the Group's operations directly or indirectly. However, the outbreak of COVID-19 has no financial impact on the Group's financial results for FYE 31 December 2020.

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 2019.

A11. CHANGES IN THE COMPOSITION OF THE GROUP

There are no changes in the composition of the Group during the quarter under review.

However, the Group has invested in the following companies after the 30 September 2020:-

- (i) From 7 October 2020 to 12 October 2020, Focus, via Focus Dynamics Centre Sdn Bhd (“**FDC**”) acquired 38,000,000 ordinary shares of Brahim’s Holdings Berhad (“**Brahim**”), representing 16.08% of the issued and paid up capital of Brahim, at RM0.255 per share (“**Brahim Shares**”) for a total cash consideration of RM9,690,000 (“**Consideration**”) (“**Aggregate Investment**”) from direct business transaction respectively.
- (ii) On 13 October 2020, Focus, via its 100% owned Hong Kong subsidiary, Focus Dynamic Group Limited (“**FDGL**”), entered into a conditional subscription agreement (“**Agreement**”) to invest in Top Standard Corporation (“**Top Standard**”) via subscription of 192,000,000 new shares pursuant to the proposed General Mandate at a Subscription Price of HK\$0.077 each per Subscription Share, for the total consideration of HK\$14.78 million (approximately RM7.9million) (“**Proposed Subscription**”). The Subscription Shares represent approximately 16.67% of the enlarged issued share capital of Top Standard, after completion of the Proposed Subscription.

Top Standard is a listed Hong Kong company on the Growth Enterprise Market (“**GEM**”) Stock Exchange of Hong Kong. Top Standard is an investment holding company mainly engaged in the operation of restaurants in Hong Kong and Taiwan. Top Standard operates restaurants, including Sichuanese and Cantonese restaurants under the brand of San Xi Lou, vegetarian restaurants under the brand of Pure Veggie House, Sichuanese restaurants under the brand of Man Jiang Hong, and Japanese restaurants under the brand of Ronin.

All conditions precedent stipulated in the Subscription Agreement dated 13 October 2020 have been fully satisfied on 19 October 2020 and the Proposed Subscription has been completed on 10 November 2020.

- (iii) On 21 January 2021, the Company announced that it had incorporated a new wholly-owned subsidiary Company namely, Focus Medicare Sdn. Bhd. (“**FMSB**”) in Malaysia under the Companies Act 2016 on 13 January 2021. The issued and paid-up share capital of FMSB is RM1.00 comprising 1 ordinary share. The principal activity of FMSB is to carry out the business of trading, supplying, wholesaling, manufacturing of medical & healthcare equipment, products and services.
- (iv) On 19 March 2021, the Company announced that it had entered into a Sale and Purchase of Shares Agreement (“**SPA**”) with Lim Kon Lian (“**LKL**”) and Mok Mei Lan (“**MML**”) (collectively referred to as “**the Vendors**”), for the acquisition of 150,000,000 ordinary shares (“**Sale Share**”) of LKL International Berhad (“**LKLI**”), representing approximately 30% of the total issued and paid-up ordinary shares of LKLI, at the price of RM0.25 each, for a total cash consideration of RM37,500,000.00.

A12. CONTINGENT ASSETS AND LIABILITIES

There were no contingent liabilities or contingent assets, since the last financial year ended 31 December 2019.

A13. CAPITAL COMMITMENTS

Capital expenditure contracted and not provided for in the interim financial statements as at 31 December 2020 are as follows:-

	As at 31.12.2020
	RM
Construction of building	<u><u>82,875,000</u></u>

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

Interim Financial Report for three months period ended 31 December 2020

B. ADDITIONAL INFORMATION REQUIRED BY BURSA SECURITIES

B1. REVIEW OF PERFORMANCE

CURRENT QUARTER COMPARED TO THE CORRESPONDING QUARTER OF LAST YEAR (Q4 20 vs Q4 19)

	Individual Quarter Unaudited		Changes		Cumulative Quarter Unaudited		Changes	
	Current Quarter	Preceding Quarter			Current year to-date	Preceding year to-date		
	31.12.2020 RM'000	31.12.2019 RM'000	RM'000	%	31.12.2020 RM'000	31.12.2019 RM'000	RM'000	%
Revenue	23,379	9,948	13,431	135.01	66,259	39,077	27,182	69.56
Gross profit	10,667	5,358	5,309	99.09	33,532	20,394	13,138	64.42
Profit/(Loss) before interest & tax	11,507	(1,864)	13,371	717.33	23,232	1,530	21,702	1,418.43
Profit/(Loss) before tax	11,130	(2,410)	13,540	561.83	22,097	741	21,356	2,882.05
Profit/(Loss) after tax	9,119	(3,147)	12,266	389.77	16,293	(1,891)	18,184	961.61
Profit/(Loss) attributable to ordinary equity holders of the Company	9,459	(3,034)	12,493	411.77	16,723	(1,809)	18,532	1,024.43

For the three months period ended 31 December 2020, the Group's revenue increased significantly from RM9.95 million in corresponding quarter of last year to RM23.38 million in the current quarter, representing an increase of RM13.43 million or 135.01%. This was mainly due to higher contribution from the F&B segment on the retails and wine sales during the period.

The Group's gross profit (“GP”) margin decreased to 50.61% for 12-month ended 31 December 2020 as compared to a GP Margin of 52.19% during the previous corresponding period.

In line of the increase in revenue and fair value gain on quoted investment, the Group registered higher profit after tax (“PAT”) of RM9.12 million as compared to loss of RM3.15 million in the previous corresponding quarter.

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**B2. COMPARISON OF CURRENT QUARTER RESULTS WITH THE PRECEDING QUARTER
Q4 20 vs Q3 20**

	Current Quarter 31.12.2020 RM'000	Immediate Preceding Quarter 30.09.2020 RM'000	Changes	
			RM'000	%
Revenue	23,379	22,158	1,221	5.51
Gross profit	10,667	10,119	548	5.42
Profit before interest & tax	11,507	6,238	5,269	84.47
Profit before tax	11,130	5,945	5,185	87.22
Profit after tax	9,119	4,106	5,013	122.09
Profit attributable to ordinary equity holders of the Company	9,459	4,188	5,271	125.86

For the current quarter, the Group registered an increase in revenue to RM23.38 million from RM22.16 million in the preceding quarter, representing an increase of 5.51% or RM1.22 million.

The increase in revenue was mainly due to higher contribution from the F&B segment on the online and retail wine sales during the quarter. The GP margin remain consistent at 45.63% as compared to 45.67% from the preceding quarter.

The Group registered a PAT of RM9.12 million as compared to RM4.11 million in the preceding quarter due to higher volume of sales of wines for the F&B segment and fair value gain on quoted investment.

B3. COMMENTARY ON PROSPECTS

The Group continues to concentrate its management resources towards its F&B segment and Property Investment segment, which we believe will provide positive medium term growth. On this note, management 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", "Bounce" and "FINCH" 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 is currently re-examining the Engineering Service Segment as its contribution has dwindled over the past few years. Nevertheless, this segment will be maintained in the short-term pending management's review of the segment's market condition.

The Board believes that the abovementioned initiatives in the F&B and property investment management 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

	31.12.2020 RM	31.12.2019 RM
Loss for the year is arrived at after charging		
Amortisation and depreciation	4,848,274	5,297,802
Bad debts written off	955,700	9,810
Depreciation of Right of Use Asset (“RUA”)	1,327,761	1,304,394
Impairment loss on receivables	-	3,133,589
Interest of RUA	704,690	845,778
Interest expense	55,928	59,577
And after crediting		
Bad debts recovered	-	(10,800)
Fair value adjustments on investment in quoted shares	(5,449,916)	-
Interest income	(123,277)	(56,639)
Other income	(706,773)	(2,545,274)
Reversal of impairment loss on receivables	(2,499,338)	(896,387)

B6. INCOME TAX EXPENSE

	12 months ended	
	31.12.2020 RM	31.12.2019 RM
Deferred tax	28,983	(44,824)
Current tax	5,774,535	2,676,835
Tax Expenses	5,803,518	2,632,011

B7. STATUS OF CORPORATE PROPOSALS**1. The Proposed Share Split, Proposed Rights Issue of ICPS with Warrants and Proposed amendments shall collectively be referred to as the “Proposals”.**

On 18 August 2020, Mercury Securities Sdn Bhd (“**Mercury Securities**”), on behalf of the Company announced to undertake the following:-

- (i) proposed share split involving the subdivision of every 1 existing ordinary share in Focus (“**Focus Share**” or “**Share**”) into 3 Shares (“**Split Shares**”) (“**Proposed Share Split**”);
- (ii) proposed renounceable rights issue of up to 2,044,266,157 new irredeemable convertible preference shares in the Company (“**ICPS**”) together with up to 3,066,399,235 free detachable warrants in the Company (“**Warrants D**”) on the basis of 2 ICPS together with 3 free Warrants D for every 6 Split Shares held by the entitled shareholders of the Company (“**Shareholders**”) (“**Entitled Shareholders**”) on an entitlement date to be determined (“**Entitlement Date**”) (“**Proposed Rights Issue of ICPS with Warrants**”); and
- (iii) proposed amendments to the constitution of the Company (“**Constitution**”) to facilitate the issuance of the ICPS pursuant to the Proposed Rights Issue of ICPS with Warrants (“**Constitution**”) (“**Proposed Amendments**”).

On 10 September 2020, Mercury Securities, on behalf of the Board, announced that Bursa Securities had, vide its letter dated 10 September 2020, approved the following:-

- (i) Proposed Share Split;
- (ii) admission to the Official List and listing and quotation of up to 2,044,266,157 ICPS to be issued pursuant to the Proposed Rights Issue of ICPS with Warrants;
- (iii) admission to the Official List and listing and quotation of up to 3,066,399,235 Warrants D to be issued pursuant to the Proposed Rights Issue of ICPS with Warrants;
- (iv) listing and quotation of up to 2,044,266,157 new Focus Shares to be issued arising from the conversion of the ICPS; and
- (v) listing and quotation of up to 3,066,399,235 new Focus Shares to be issued arising from the exercise of the Warrants D.

The approval by Bursa Securities for the above is subject to 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;
- (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; and
- (iv) Focus to furnish Bursa Securities on a quarterly basis a summary of the total number of shares listed pursuant to the conversion of the ICPS and exercise of Warrants D as at the end of each quarter together with a detailed computation of listing fees payable.

On 9 October 2020, Focus obtained its shareholders' approval for the Proposals at the Extraordinary General Meeting ("**EGM**") held on 9 October 2020.

On 19 October 2020, Mercury Securities, on behalf of the Board, announced that the Company has resolved to fix the issue price of the ICPS at RM0.055 per ICPS ("**Issue Price**") and the exercise price of the Warrants D at RM0.80 per Warrant D ("**Exercise Price**").

On 4 November 2020, the Company issued its Prospectus on the Abridged Prospectus ("**AP**") for the Rights Issue of ICPS with Warrants.

On 3 December 2020, the Rights Issue with Warrants was completed following the listing and quotation of:-

- (i) 6,132,798,471 Split Shares on the ACE Market of Bursa Securities on 27 October 2020; and
- (ii) 2,044,266,042 ICPS and 3,066,399,051 Warrants D on the ACE Market of Bursa Securities on 3 December 2020.

2. Proposed Share Split

On 4 January 2021, Mercury Securities, on behalf of the Company announced that the Company proposes to undertake a share split involving the subdivision of every 1 existing ordinary share in the Company (“Focus Share” or “Share”) into 3 Shares (“Split Shares”) (“Proposed Share Split”).

B8. GROUP BORROWINGS

The details of the Group’s borrowings as at 31 December 2020 are as follows:

	As at 31.12.2020 RM	As at 31.12.2019 RM
Current		
Bank overdraft - secured	1,224,641	1,204,321

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

B9. LEASE LIABILITIES

	As at 31.12.2020 RM	As at 31.12.2019 RM
As 1 January	4,726,342	4,587,222
Additions during the period	2,233,580	1,086,175
Adjustment during the year	(1,153,424)	-
Interest expense recognised in profit or loss	704,690	845,778
Early termination	(24,582)	-
Repayment of principal	(355,863)	(947,055)
Repayment of interest expense	(704,690)	(845,778)
Balance	5,426,053	4,726,342
Analysed by:-		
Non-current lease liabilities	4,256,141	3,698,968
Current lease liabilities	1,169,912	1,027,374
Balance	5,426,053	4,726,342

B10. MATERIAL LITIGATION

The Group does not engage 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.

B11. PROPOSED DIVIDEND

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

B12. 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	
	31.12.2020	31.12.2019	31.12.2020	31.12.2019
	RM	RM	RM	RM
Profit/ (loss) attributable to equity holders of the Company (RM)	9,458,900	(3,034,462)	16,723,345	(1,809,248)
Weighted average number of shares in issue (before share split)		2,044,035,335		2,042,866,150
Weighted average number of shares in issue (shares split and ICPS conversion and full exercise of ICPS and Warrants D)	6,133,208,207		6,134,424,055	
Basic Earnings/ (loss) per share (sen)	0.154	(0.148)	0.273	(0.089)

(b) Diluted

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	
	31.12.2020	31.12.2019	31.12.2020	31.12.2019
	RM	RM	RM	RM
Profit/ (loss) attributable to equity holders of the Company (RM)	9,458,900	(3,034,462)	16,723,345	(1,809,248)
Weighted average number of shares in issue (before share split)		2,044,035,335		2,042,866,150
Weighted average number of shares in issue (shares split and ICPS conversion and full exercise of ICPS and Warrants D)	8,126,839,599		8,128,055,447	
Basic Earnings/ (loss) per share (sen)	0.116	(0.148)	0.206	(0.089)

B13. STATUS OF THE RIGHTS ISSUE PROCEEDS

The status of the utilisation of the proceeds raised from the right issue of 2,044,266,042 ICPS at an issue price of RM0.055 per share together with 3,066,399,051 Warrants D amounting to RM112,434,632 as at 31 December 2020.

	Proposed utilisation RM'000	Actual utilisation RM'000	Balance of proceeds RM'000	Time frame for the utilisation of proceeds RM'000
Construction works for the Arch	65,280	-	65,280	Within 24 months
Renovations, fixtures and fittings for the Arch	14,280	-	14,280	Within 3 months from Completion of the Arch
Working capital for the Arch	6,120	-	6,120	Upon completion of the Arch
Working capital for the Group	6,000	-	6,000	Within 24 months
Acquisition and/or investment in other complementary F&B businesses	20,125	-	20,125	Within 24 months
Defraying expenses	630	630	-	Immediate
	<u>112,435</u>	<u>630</u>	<u>111,805</u>	

B14. AUTHORITY FOR ISSUE

The interim financial report was 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