

FOCUS DYNAMICS GROUP BERHAD (Company No: 582924-P)
CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE SECOND QUARTER ENDED 30 JUNE 2021

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	30/06/2021	30/06/2020	30/06/2021	30/06/2020
		RM	RM	RM	RM
CONTINUING OPERATIONS					
REVENUE	A9	13,713,575	11,442,644	30,517,998	20,721,380
COST OF SALES		<u>(7,497,603)</u>	<u>(4,154,063)</u>	<u>(16,984,870)</u>	<u>(7,975,725)</u>
GROSS PROFIT		6,215,972	7,288,581	13,533,128	12,745,655
OTHER INCOME		24,473	122,587	159,529	216,877
OPERATING EXPENSES		<u>(4,049,749)</u>	<u>(3,232,245)</u>	<u>(8,468,112)</u>	<u>(7,337,121)</u>
PROFIT FROM OPERATIONS		2,190,696	4,178,923	5,224,545	5,625,411
INTEREST INCOME		616,977	12,078	1,087,792	25,096
INTEREST EXPENSES		(179,893)	(183,302)	(363,794)	(402,121)
FAIR VALUE GAIN ON MARKET SECURITIES		387,881	-	8,922,621	-
SHARE OF LOSS ON INVESTMENT IN JOINT VENTURE		-	(215,753)	-	(226,510)
PROFIT BEFORE TAX		3,015,661	3,791,946	14,871,164	5,021,876
INCOME TAX EXPENSE	B6	<u>(934,940)</u>	<u>(1,471,999)</u>	<u>(2,228,867)</u>	<u>(1,954,220)</u>
PROFIT FOR THE PERIOD		2,080,721	2,319,947	12,642,297	3,067,656
OTHER COMPREHENSIVE INCOME		-	-	-	-
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD		<u>2,080,721</u>	<u>2,319,947</u>	<u>12,642,297</u>	<u>3,067,656</u>
PROFIT FOR THE PERIOD ATTRIBUTABLE TO:					
OWNERS OF THE COMPANY		2,247,881	2,328,885	12,970,639	3,076,413
NON-CONTROLLING INTEREST		<u>(167,160)</u>	<u>(8,938)</u>	<u>(328,342)</u>	<u>(8,757)</u>
		<u>2,080,721</u>	<u>2,319,947</u>	<u>12,642,297</u>	<u>3,067,656</u>
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD ATTRIBUTABLE TO:					
OWNERS OF THE COMPANY		2,247,881	2,328,885	12,970,639	3,076,413
NON-CONTROLLING INTEREST		<u>(167,160)</u>	<u>(8,938)</u>	<u>(328,342)</u>	<u>(8,757)</u>
		<u>2,080,721</u>	<u>2,319,947</u>	<u>12,642,297</u>	<u>3,067,656</u>
Weighted average no shares		6,351,658,276	2,044,266,157	6,280,135,389	2,044,266,157
Basic EPS (sen)		0.04	0.11	0.21	0.15
Weighted average no shares		7,255,221,568	-	7,183,698,681	-
Diluted EPS (sen)		0.03	-	0.18	-

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 2020 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 2021

THE FIGURES HAVE NOT BEEN AUDITED

	UNAUDITED AS AT 30/06/2021	AUDITED AS AT 31/12/2020
	RM	RM
ASSETS		
Non-Current Assets		
Property, plant and equipment	12,086,088	12,081,433
Rights of use assets	3,639,701	4,443,452
Investment in quoted shares	90,517,246	22,689,193
Prepaid expenses	29,177,683	19,236,416
Goodwill	88,129	88,129
	<u>135,508,847</u>	<u>58,538,623</u>
Current Assets		
Inventories	14,544,085	11,743,552
Trade receivables	6,216,223	4,366,205
Other receivables, deposits and prepayments	5,295,186	7,409,968
Amount due from joint venture	7,114	16,480
Amount due from related parties	182,700	182,700
Short-term investments	2,040,347	4,722,356
Current tax assets	431,412	418,386
Deposits with licenced banks	2,899,865	2,880,307
Cash and bank balances	126,075,290	132,238,857
	<u>157,692,222</u>	<u>163,978,811</u>
TOTAL ASSETS	<u><u>293,201,069</u></u>	<u><u>222,517,434</u></u>
EQUITY AND LIABILITIES		
Equity attributable to owners of the Company		
Share capital	218,628,545	99,562,907
Irredeemable convertible preference shares ("ICPS")	49,695,981	108,856,522
Warrant reserve	389,126,040	389,126,040
Foreign currency translation reserves	40,453	(24,598)
Accumulated losses	(407,062,362)	(420,033,001)
	<u>250,428,657</u>	<u>177,487,870</u>
Non-controlling interest	651,738	940,080
Total Equity	<u>251,080,395</u>	<u>178,427,950</u>
Liabilities		
Non-Current Liabilities		
Lease liabilities	4,414,705	4,493,805
Deferred tax liabilities	28,983	28,983
	<u>4,443,688</u>	<u>4,522,788</u>
Current Liabilities		
Trade payables	11,731,661	15,000,161
Other payables and accruals	8,015,847	7,663,217
Provision for restoration costs	412,620	412,620
Amount due to related parties	13,496,419	11,896,419
Bank overdrafts	1,231,539	1,224,641
Lease liabilities	831,420	932,247
Current tax liabilities	1,957,480	2,437,391
	<u>37,676,986</u>	<u>39,566,696</u>
Total Liabilities	<u>42,120,674</u>	<u>44,089,484</u>
TOTAL EQUITY AND LIABILITIES	<u><u>293,201,069</u></u>	<u><u>222,517,434</u></u>
Number of ordinary shares	6,372,185,736	6,155,702,756
Net assets per share attributable to ordinary equity holders of the Company (sen)	3.93	2.88

NOTES:

1. *The Unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for financial year ended 31 December 2020 and the accompanying explanatory notes to the Interim Financial Statements.*
2. *Net assets per share is derived based on Focus Dynamics Group Berhad's consolidated net assets of RM177,487,870 (FYE 31/12/2020 - RM177,487,870) over the issued number of ordinary shares of 6,372,185,736 (FYE 31/12/2020 - 6,155,702,756).*

FOCUS DYNAMICS GROUP BERHAD (Company No: 582924-P)
CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE SECOND QUARTER ENDED 30 JUNE 2021

THE FIGURES HAVE NOT BEEN AUDITED

	<-----Attributable to Owners of the Company----->							
	<-----Non-distributable----->			Distributable				
	Share Capital	Irredeemable Convertible Preference Shares	Warrant Reserve	Foreign currency translation Reserve	Retained Profits/ (Accumulated Losses)	Total	Non- Controlling Interest	Total Equity
	RM	RM	RM	RM	RM	RM	RM	RM
Balance at 1 January 2020	86,965,549	-	-	(13,784)	(47,521,363)	39,430,402	1,373,385	40,803,787
Issue of shares	-	-	-	-	-	-	-	-
Total comprehensive profit/ (loss) for the period	-	-	-	(6,288)	3,076,413	3,070,125	(8,757)	742,831
Balance at 30 June 2020	<u>86,965,549</u>	<u>-</u>	<u>-</u>	<u>(20,072)</u>	<u>(44,444,950)</u>	<u>42,500,527</u>	<u>1,364,628</u>	<u>41,546,618</u>
Balance at 1 January 2021	99,562,907	108,856,522	389,126,040	(24,598)	(420,033,001)	177,487,870	940,080	178,427,950
Issue of shares	119,065,638	(59,160,541)	-	-	-	59,905,097	-	59,905,097
Total comprehensive profit/ (loss) for the period	-	-	-	65,051	12,970,639	13,035,690	(328,342)	12,707,348
Acquisition of subsidiaries	-	-	-	-	-	-	40,000	40,000
Balance at 30 June 2021	<u>218,628,545</u>	<u>49,695,981</u>	<u>389,126,040</u>	<u>40,453</u>	<u>(407,062,362)</u>	<u>250,428,657</u>	<u>651,738</u>	<u>251,040,395</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 2020 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 SECOND QUARTER ENDED 30 JUNE 2021

	CUMULATIVE QUARTERS	
	UNAUDITED CURRENT QUARTER ENDED	UNAUDITED COMPARATIVE QUARTER ENDED
	30/06/2021 RM	30/06/2020 RM
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax	14,871,164	5,021,876
<u>Adjustments for:</u>		
Amortisation of right-of-use assets ("RUA")	603,245	622,997
Depreciation of property, plant and equipment ("PPE")	1,895,079	2,830,495
PPE written off	82,091	-
Fair value gain on market securities	(8,922,621)	-
Gain on disposal of PPE	(76,990)	-
Interest expense	363,794	402,121
Interest income	(1,087,792)	(25,096)
Reversal of Impairment on trade receivables	-	(481,181)
Lease modification	11,539	19,584
ROU adjustments	(11,540)	(19,583)
Share of profit on investment in joint venture	-	226,510
	<hr/>	<hr/>
Operating profit before working capital changes	7,727,969	8,597,723
(Increase)/Decrease in Inventories	(2,800,533)	3,410,856
Decrease/(Increase) in receivables	264,764	(1,683,328)
(Decrease)/Increase in payables	(5,144,737)	2,471,184
Decrease in amount due from joint venture	9,366	65,606
Increase in amount due to related parties	1,600,000	724,628
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Cash generated from operations	1,656,829	13,586,669
Interest received	1,068,234	25,096
Interest paid	(21,769)	(13,082)
Income taxes paid	(492,937)	(778,507)
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Net cash generated from operating activities	2,210,357	12,820,176
CASH FLOWS FROM INVESTING ACTIVITIES		
Acquisition of a subsidiary, net of cash and cash equivalents acquired	40,000	-
Addition to prepaid expenses	(9,941,267)	(2,370,144)
Purchase of PPE	(1,802,789)	(1,007,614)
Proceeds from disposal of PPE	110,000	-
Increase in fixed deposits pledged	(9,322)	(16,494)
Interest received	19,558	-
Investment in quoted shares	(58,905,432)	-
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Net cash used in investing activities	(70,489,252)	(3,394,252)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from conversion of ICPS	59,905,097	-
Payment of lease interest	(327,218)	(389,039)
Repayments of lease liabilities	(206,273)	(186,680)
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Net cash generated from/(used in) financing activities	59,371,606	(575,719)
Net (decrease)/increase in cash and cash equivalent	(8,907,289)	8,850,205
Cash and cash equivalent at beginning of period	137,195,173	4,546,890
Effect of foreign currency translation	65,051	(6,288)
Cash and cash equivalent at end of period	<hr/> <hr/>	<hr/> <hr/>
	128,352,935	13,390,807
Cash and cash equivalent comprise:		
Cash in hand and at banks	126,075,290	13,118,443
Short term deposits	2,040,347	18,242
Fixed deposits with licensed banks	2,899,865	2,859,732
Bank overdraft	(1,231,539)	(1,193,877)
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	129,783,963	14,802,540
Less: Fixed deposits pledged to licensed bank	(1,431,028)	(1,411,733)
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	128,352,935	13,390,807

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 2020 and the accompanying explanatory notes to this Interim Financial Statements.