

**Focus Dynamics Group Berhad (“Focus” or the “Company”)
(Registration No: 200201015261 (582924-P))
Interim Financial Report for the nine (9) months period ended 30 September 2021**

**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 2020. 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 2020.

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 2020, 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 2021:-

MFRSs and/or IC Interpretations (Including The Consequential Amendments)		Effective Date
Amendments to MFRS 4:	Insurance Contracts	1 January 2021
Amendments to MFRS 7:	Financial Instruments: Disclosures	1 January 2021
Amendments to MFRS 9:	Financial Instruments	1 January 2021
Amendments to MFRS 16:	Leases	1 January 2021
Amendments to MFRS 139:	Financial Instruments: Recognition and Measurement	1 January 2021
Amendments to MFRS 16:	Leases	1 April 2021
Amendments to MFRS 1:	First-time Adoption of Malaysian Financial Reporting Standards	1 January 2022
Amendments to MFRS 3:	Business Combinations	1 January 2022
Amendments to MFRS 9:	Financial Instruments	1 January 2022
Amendments to MFRS 116:	Property, Plant and Equipment	1 January 2022
Amendments to MFRS 137:	Provisions, Contingent Liabilities and Contingent Assets	1 January 2022
Amendments to MFRS 141:	Agriculture	1 January 2022
MFRS 17:	Insurance Contracts	1 January 2023
Amendments to MFRS 17:	Insurance Contracts	1 January 2023
Amendments to MFRS 101:	Presentation of Financial Statements	1 January 2023
Amendments to MFRS 108:	Accounting Policies, Changes in Accounting Estimates and Errors	1 January 2023
Amendments to MFRS 10:	Consolidated Financial Statement	Deferred
Amendments to MFRS 128:	Investments in Associates and Joint Ventures	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 2020 was 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 ITEMS DUE TO THEIR NATURE, SIZE OR INCIDENCE

During the current quarter under review, there were no unusual items or events that affected 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 the temporary 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 nine (9) months period ended 30 September 2021.

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

Save as disclosed below, there were no issuances, repurchases and repayment of debt and equity securities during the current financial period.

	Quarter Ended		Year to Date Ended	
	No of shares '000	RM'000	No of shares '000	RM'000
Conversion of ICPS	200	11	1,075,846	59,172

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 four (4) major business segments, i.e. investment holding, property investment and management, engineering services and food & beverage (“F&B”). 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 period to date ended 30 September 2021 are as follows:-

	←----- Results for 9 months ended 30 September 2021 ----->							
	Investment holding RM	Property investment and management RM	Engineering services RM	F&B RM	Others RM	Total RM	Elimination RM	Consolidation RM
Revenue								
External revenue	-	-	-	46,970,446	-	46,970,446	-	46,970,446
Intersegment revenue	-	-	-	567,625	-	567,625	(567,625)	-
Total revenue	-	-	-	47,538,071	-	47,538,071	(567,625)	46,970,446
Results								
Segment results	(1,319,631)	(24,870)	(443,935)	27,895,147	(231,384)	25,875,327	67,493	25,942,820
Interest income	1,573,654	-	236	51,184	84	1,625,158	-	1,625,158
Profit from operations	254,023	(24,870)	(443,699)	27,946,331	(231,300)	27,500,485	67,493	27,567,978
Interest expenses	-	-	(34,153)	(560,364)	-	(594,517)	60,033	(534,484)
Share of loss in associates	-	-	-	(8,389,388)	-	(8,389,388)	-	(8,389,388)
Profit before taxation	254,023	(24,870)	(477,852)	18,996,579	(231,300)	18,516,580	127,526	18,644,106
Taxation	(317,000)	-	(1,000)	(4,033,301)	-	(4,351,301)	-	(4,351,301)
Profit for the period	(62,977)	(24,870)	(478,852)	14,963,278	(231,300)	14,165,279	127,526	14,292,805
Other information								
Depreciation of PPE	290,111	2,383	41,726	2,445,542	2,195	2,781,957	-	2,781,957
Depreciation of RUA	-	-	8,654	927,186	-	935,840	(67,493)	868,347
Fair value gain on market securities	-	-	-	(10,840,090)	-	(10,840,090)	-	(10,840,090)
Gain on disposal of RUA	-	-	(40,429)	-	-	(40,429)	-	(40,429)
Gain on disposal of PPE	-	-	-	(76,990)	-	(76,990)	-	(76,990)
Net impairment loss on financial assets	-	-	-	80,386	-	80,386	-	80,386
PPE written-off	-	-	1	82,090	-	82,091	-	82,091
Assets and Liabilities								
Segment assets	233,707,851	33,070,256	552,298	174,120,718	2,231,684	443,682,807	(150,835,713)	292,847,094
Current tax assets	-	-	12,040	790,071	-	802,111	-	802,111
	233,707,851	33,070,256	564,338	174,910,789	2,231,684	444,484,918	(150,835,713)	293,649,205
Goodwill								88,129
Consolidated assets								293,737,334
Segment liabilities	11,277,485	30,786,048	24,769,920	152,191,135	2,563,582	221,588,170	(184,124,443)	37,463,727
Current tax liabilities	31,472	239,538	-	3,281,075	-	3,552,085	-	3,552,085
Deferred tax liabilities	-	-	-	28,983	-	28,983	-	28,983
Consolidated liabilities	11,308,957	31,025,586	24,769,920	155,501,193	2,563,582	225,169,238	(184,124,443)	41,044,795

For comparison purposes, the business segments in revenue and results of the Group for the current period to date ended 30 September 2020 are as follows:-

	←----- Results for 9 months ended 30 September 2020 -----→							
	Investment holding RM	Property investment and management RM	Engineering services RM	F&B RM	Others RM	Total RM	Elimination RM	Consolidation RM
Revenue								
External revenue	-	-	143,255	42,736,247	-	42,879,502	-	42,879,502
Intersegment revenue	-	-	-	478,794	-	478,794	(478,794)	-
Total revenue	-	-	143,255	43,215,041	-	43,358,296	(478,794)	42,879,502
Results								
Segment results	(1,050,082)	21,016	(583,605)	14,856,436	(267,878)	12,975,887	(1,250,966)	11,724,921
Interest income	21,765	-	341	16,407	-	38,513	-	38,513
(Loss)/Profit from operations	(1,028,317)	21,016	(583,264)	14,872,843	(267,878)	13,014,400	(1,250,966)	11,763,434
Interest expenses	-	-	(16,275)	(568,538)	-	(584,813)	208,386	(376,427)
Share of results in joint venture	-	-	-	(420,392)	-	(420,392)	-	(420,392)
(Loss)/Profit before taxation	(1,028,317)	21,016	(599,539)	13,883,913	(267,878)	12,009,195	(1,042,580)	10,966,615
Taxation	-	-	-	(3,792,543)	-	(3,792,543)	-	(3,792,543)
(Loss)/Profit for the period	(1,028,317)	21,016	(599,539)	10,091,370	(267,878)	8,216,652	(1,042,580)	7,174,072
Other information								
Depreciation of PPE	290,112	-	68,714	3,499,273	-	3,858,099	-	3,858,099
Depreciation of RUA	-	-	26,781	889,388	-	916,169	-	916,169
Net impairment loss on financial assets	-	-	-	1,951,518	-	1,951,518	(1,042,580)	908,938
Assets and Liabilities								
Segment assets	48,228,888	22,723,337	746,082	68,277,361	2,495,083	142,470,751	(52,449,089)	90,021,662
Current tax assets	74,242	-	13,039	755,193	-	842,474	-	842,474
Goodwill	48,303,130	22,723,337	759,121	69,032,554	2,495,083	143,313,225	(52,449,089)	90,864,136
Consolidated assets								90,952,265
Segment liabilities	6,886,533	20,259,392	27,094,538	68,519,072	2,227,519	124,987,054	(86,080,123)	38,906,931
Current tax liabilities	-	263,278	-	3,813,091	-	4,076,369	-	4,076,369
Consolidated liabilities	6,886,533	20,522,670	27,094,538	72,332,163	2,227,519	129,063,423	(86,080,123)	42,983,300

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A9. MATERIAL EVENTS

- (i) The outbreak of Coronavirus Disease 2019 (COVID-19) in early 2020 has affected the business and economic environments of the World. 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 patterns and the Group's operations directly or indirectly. However, the outbreak of COVID-19 has a slight financial impact on the Group's financial results for the financial period ended 30 September 2021.
- (ii) On 26 August 2021, the Company announced that its wholly-owned subsidiary, Focus Dynamics Centre Sdn. Bhd. had on 26 August 2021 subscribed 351,932,000 placement shares in Green Ocean Corporation Berhad ("**Green Ocean**"), representing 16.67% of the issued and paid-up capital of Green Ocean, at RM0.0231 per share for a total cash consideration of RM8,129,629.20.
- (iii) On 15 September 2021, the Company announced that its subsidiary, Famous Ambience Sdn. Bhd. had on 15 September 2021, awarded a contract for the construction and completion of Satu Blok Bangunan Perdagangan Sementara 3 Tingkat Yang Mengandungi: i) Tingkat Bawah Tanah (LG1 & LG2) – Tempat Letak Kereta, ii) Tingkat Bawah – Ruang Perdagangan, iii) Tingkat 1 – Ruang Perdagangan, iv) Tingkat 2 – Dewan Banquet located at Lot 550 (Pt 431) & Lot 551 (Pt 432), Jalan Tun Razak, Seksyen 90, Bandar Kuala Lumpur, Wilayah Persekutuan Kuala Lumpur to Pasukhas Sdn Bhd, a wholly-owned subsidiary of Pasukhas Group Berhad.
- (iv) On 9 November 2021, the Company announced that its wholly-owned subsidiary, Focus Dynamics Centre Sdn. Bhd. has on 9 November 2021 entered into a Collaboration and Tenancy Agreement with Cergaz Autohaus Sdn. Bhd., to jointly develop, promote and offer the luxury and premium EVs motor vehicles at The Arch, Kuala Lumpur upon the terms and subject to the conditions stipulated in the Agreement.

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 2020.

A11. CHANGES IN THE COMPOSITION OF THE GROUP

There are no changes in the composition of the Group during the quarter under review, except for the following:-

- (i) On 25 March 2021, the Company holds 29.92% or 150,000,000 shares in LKL International Berhad ("**LKLI**"), which is more than 20%. Therefore, LKLI has deemed to be an associate to the Company with effective on the same date. The subsequent dilution of shareholdings in LKLI to 19.40% in September 2021 due to corporate exercise undertaken by LKLI is disregarded as the Company is able to exercise significant influence pursuant to common director on board of the Company and LKLI.
- (ii) On 1 July 2021, the Company holds 19.37% or 138,050,000 shares in Saudee Group Berhad ("**Saudee**"). On the same date, a director of the Company was appointed on the board of Saudee and thus, Saudee has deemed to be an associate to the Company pursuant to the Company's ability to exercise significant influence on Saudee. Saudee is principally involved in the manufacturing and sale of frozen food products such as burger patties, nuggets, sausages and meatballs and marketed under its own brands, namely Saudi Gold and Farm Gold. Saudi Gold and Farm Gold products are represented in retail outlets including hypermarkets and supermarkets throughout Malaysia and export market.

A12. CONTINGENT ASSETS AND LIABILITIES

There were no contingent liabilities or contingent assets since the last financial year ended 31 December 2020.

A13. CAPITAL COMMITMENTS

Capital expenditure contracted and not provided for in the interim financial statements as at 30 September 2021 are as follows:-

	As at 30.09.2021
	RM
Renovation	1,140,090
Construction of building	68,951,082
Purchase of property	2,444,350
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	72,535,522
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**Focus Dynamics Group Berhad (“Focus” or the “Company”)
(Registration No: 200201015261 (582924-P))**

Interim Financial Report for nine (9) months period ended 30 September 2021

B. ADDITIONAL INFORMATION REQUIRED BY BURSA SECURITIES

B1. REVIEW OF PERFORMANCE

CURRENT QUARTER COMPARED TO THE CORRESPONDING QUARTER OF LAST YEAR (Q3 2021 vs Q3 2020)

	Individual Quarter Unaudited		Changes RM'000 %		Cumulative Quarter Unaudited		Changes RM'000 %	
	Current quarter ended 30.09.2021 RM'000	Corresponding quarter ended 30.09.2020 RM'000			Current period-to-date 30.09.2021 RM'000	Corresponding period-to-date 30.09.2020 RM'000		
Revenue	16,452	22,158	(5,706)	(25.75)	46,970	42,880	4,090	9.54
Gross profit	7,042	10,119	(3,077)	(30.41)	20,575	22,865	(2,290)	(10.02)
Profit before interest & tax	3,406	6,045	(2,639)	(43.66)	17,553	11,305	6,248	55.27
Profit before tax	3,773	5,945	(2,172)	(36.53)	18,644	10,967	7,677	70.00
Profit after tax	1,651	4,106	(2,455)	(59.79)	14,293	7,174	7,119	99.23
Profit attributable to ordinary equity holders of the parent	1,788	4,188	(2,400)	(57.31)	14,759	7,264	7,495	103.18

For the 3-month quarter ended 30 September 2021, the Group’s revenue decreased to RM16.45 million as compared to RM22.16 million in the previous year’s corresponding quarter, representing a decrease of RM5.71 million or 25.75%. This was mainly due to lower contribution from the F&B segment on the retail and wine sales during this period.

The Group’s gross profit (“GP”) margin decreased to 42.80% for the 3-month quarter ended 30 September 2021 as compared to a GP margin of 45.67% in the previous year’s corresponding quarter due to lower margin on wine trading.

The Group’s profit after tax (“PAT”) decrease to RM1.65 million for the 3-month quarter ended 30 September 2021 as compared to RM4.11 million in the previous year’s corresponding quarter due to the recognition of bargain purchase of RM4.17 million arising from investment in Saudee and share of loss on investment of RM8.14 million in LKLI and Saudee.

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B2. COMPARISON OF CURRENT QUARTER RESULTS WITH THE PRECEDING QUARTER

Q3 2021 vs Q2 2021

	Current quarter ended 30.09.2021 RM'000	Preceding quarter ended 30.06.2021 RM'000	Changes	
			RM'000	%
Revenue	16,452	13,714	2,738	19.96
Gross profit	7,042	6,216	826	13.29
Profit before interest and tax	3,406	2,579	827	32.07
Profit before tax	3,773	3,016	757	25.10
Profit after tax	1,651	2,081	(430)	(20.66)
Profit attributable to ordinary equity holders of the parent	1,788	2,248	(460)	(20.46)

For the current quarter, the Group's revenue increased to RM16.45 million from RM13.71 million in the preceding quarter, representing an increase of 19.96% or RM2.74 million due to Malaysia ease COVID-19 restrictions as the state moves to phase 2 of the National Recovery Plan, whereby food establishments can offer dine-in services for fully vaccinated persons with health protocols in place.

The GP margin decreased to 42.80% during the 3-month ended 30 September 2021 as compared to a GP margin of 45.33% during the preceding quarter.

The Group registered a PAT of RM1.65 million for the current quarter as compared to RM2.08 million in the preceding quarter due to the recognition of bargain purchase of RM4.17 million arising from investment in Saudee and share of loss on investment of RM8.14 million in LKLI and Saudee.

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

	Current quarter ended 30.09.2021 RM	Cumulative period-to-date 30.09.2021 RM
Profit for the period is arrived at after charging		
Amortisation and depreciation	886,878	2,781,957
Depreciation of Right of Use Asset ("RUA")	265,102	868,347
Fair value gain on market securities	1,919,469	10,842,090
PPE written-off	-	82,091
Interest on lease liabilities	158,400	500,425
Interest expense	12,290	34,059
And after crediting		
Dividend income	9,580	29,787
Management fee	82,000	124,000
Interest income	537,366	1,625,158
Bargain purchase on the investment in associates	4,174,952	4,174,952
Gain on disposal of PPE	-	76,990
Gain on disposal of RUA	40,429	40,429

B6. INCOME TAX EXPENSE

	Current quarter ended 30.09.2021 RM	Cumulative period-to-date 30.09.2021 RM
Deferred tax	-	-
Current tax	2,374,133	4,603,000
Share of associate's tax credit	(251,699)	(251,699)
Tax Expenses	2,122,434	4,351,301

B7. STATUS OF CORPORATE PROPOSAL

The corporate proposal announced as at the date of this report is as follows:-

Proposed Share Split

On 4 January 2021, Mercury Securities Sdn Bhd ("**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**").

On 5 August 2021, Bursa Securities vide its letter dated 5 August 2021 rejected the Proposed Share Split as the price of Focus Shares as at 29 July 2021 is RM0.045 and the Proposed Share Split, if approved and implemented, would result in an adjusted price of RM0.015 post Proposed Share Split.

Save as disclosed above, there is no other corporate proposal announced as at the date of this report.

B8. GROUP BORROWINGS

The details of the Group's borrowings as at 30 September 2021 are as follows:

	As at 30.09.2021 RM	As at 30.09.2020 RM
Current		
Bank overdraft – secured	1,208,579	1,194,790

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

B9 LEASE LIABILITIES

	As at 30.09.2021 RM	As at 31.12.2020 RM
As 1 January	5,426,052	4,726,342
Additions during the period	-	2,244,637
Adjustment due to subsequent effects of the adoption of MFRS 16	-	(806,236)
Adjustment due to lease modification	(367,485)	(323,681)
Adjustment due to early termination	-	(24,580)
Interest expense recognised in profit or loss	500,425	704,690
Repayment of principal	(272,115)	(390,430)
Repayment of interest expense	(467,250)	(704,690)
Balance	<u>4,819,627</u>	<u>5,426,052</u>

Analysed by:-

Non-current liabilities	4,363,618	4,493,805
Current liabilities	456,009	932,247
Balance	<u>4,819,627</u>	<u>5,426,052</u>

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 PER SHARE**(a) Basic**

Basic profit per ordinary share is calculated by dividing the net profit 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.

	Current quarter ended		Cumulative period-to-date	
	30.09.2021	30.09.2020	30.09.2021	30.09.2020
	RM	RM	RM	RM
Profit attributable to equity holders of the Company	1,788,219	4,188,032	14,758,858	7,264,445
Weighted average number of shares in issue (before share split)	-	2,044,266,157	-	2,044,266,157
Weighted average number of shares in issue	6,372,203,997	-	6,310,594,802	-
Basic earnings per share (sen)	0.03	0.20	0.23	0.36

(b) Dilutive

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.

	Current quarter ended		Cumulative period-to-date	
	30.09.2021	30.09.2020	30.09.2021	30.09.2020
	RM	RM	RM	RM
Profit attributable to equity holders of the Company	1,788,219	4,188,032	14,758,858	7,264,445
Weighted average number of shares in issue (before share split)	-	2,044,266,157	-	2,044,266,157
Weighted average number of shares in issue (shares split and ICPS conversion and full exercise of ICPS and Warrants D)	7,275,567,289	-	7,213,958,094	-
Diluted earnings per share (sen)	0.02	0.20	0.20	0.36

B.13 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 30 September 2021:-

	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	8,422	56,858	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	5,649	351	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>34,826</u>	<u>77,609</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