

FOCUS DYNAMICS GROUP BERHAD (Registration No: 200201015261 (582924-P))
CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE SIXTH QUARTER ENDED 30 JUNE 2022

THE FIGURES HAVE NOT BEEN AUDITED

		INDIVIDUAL QUARTER		CUMULATIVE QUARTERS	
		UNAUDITED CURRENT QUARTER ENDED	UNAUDITED COMPARATIVE QUARTER ENDED	UNAUDITED CUMULATIVE PERIOD TO DATE	UNAUDITED CUMULATIVE PRECEDING YEAR TO DATE
	Note	30/06/2022	30/06/2021	30/06/2022	30/06/2021
		RM	RM	RM	RM
CONTINUING OPERATIONS					
REVENUE	A8	14,928,754	13,713,575	60,237,260	N/A
COST OF SALES		(5,558,206)	(7,497,603)	(29,811,667)	N/A
GROSS PROFIT		9,370,548	6,215,972	30,425,593	N/A
OTHER INCOME		1,612,081	24,473	29,211,537	N/A
OTHER OPERATING EXPENSES		(15,258,015)	(4,049,749)	(38,750,987)	N/A
(LOSS)/PROFIT FROM OPERATIONS		(4,275,386)	2,190,696	20,886,143	N/A
INTEREST INCOME		273,914	616,977	2,695,278	N/A
INTEREST EXPENSES		(1,911,021)	(179,893)	(2,859,470)	N/A
FAIR VALUE (LOSS)/GAIN ON MARKET SECURITIES		(6,145,948)	387,881	(20,996,876)	N/A
IMPAIRMENT LOSS ON INVESTMENT IN ASSOCIATES		(41,585,884)	-	(41,585,884)	N/A
DEEMED LOSS ON DISPOSAL OF ASSOCIATE		(17,872,784)	-	(17,872,784)	N/A
SHARE OF LOSS ON INVESTMENT IN ASSOCIATE		(713,719)	-	(12,832,979)	N/A
(LOSS)/PROFIT BEFORE TAX		(72,230,828)	3,015,661	(72,566,572)	N/A
INCOME TAX EXPENSE	B6	864,852	(934,940)	(2,140,608)	N/A
(LOSS)/PROFIT FOR THE PERIOD		(71,365,976)	2,080,721	(74,707,180)	N/A
OTHER COMPREHENSIVE EXPENSES		-	-	-	N/A
TOTAL COMPREHENSIVE (EXPENSES)/INCOME FOR THE PERIOD		(71,365,976)	2,080,721	(74,707,180)	N/A
(LOSS)/PROFIT FOR THE PERIOD ATTRIBUTABLE TO:					
OWNERS OF THE COMPANY		(71,660,459)	2,247,881	(75,147,234)	N/A
NON-CONTROLLING INTEREST		294,483	(167,160)	440,054	N/A
		(71,365,976)	2,080,721	(74,707,180)	N/A
TOTAL COMPREHENSIVE (EXPENSE)/INCOME FOR THE PERIOD ATTRIBUTABLE TO:					
OWNERS OF THE COMPANY		(71,660,459)	2,247,881	(75,147,234)	N/A
NON-CONTROLLING INTEREST		294,483	(167,160)	440,054	N/A
		(71,365,976)	2,080,721	(74,707,180)	N/A
Weighted average no shares		6,372,205,736	6,351,658,276	6,341,683,954	N/A
Basic (LPS)/EPS (sen)		(1.12)	0.04	(1.18)	N/A
Weighted average no shares		7,275,569,028	7,255,221,568	7,245,047,246	N/A
Diluted (LPS)/EPS (sen)		(0.98)	0.03	(1.04)	N/A

NOTE:

1. The financial year end has been changed from 31 December to 30 June. The reporting financial period will be for a period of 3 months and 18 months, made up from 1 April 2022 to 30 June 2022 and from 1 January 2021 to 30 June 2022 respectively. As such, there are no comparative figures for the preceding year. Comparative figures for comparative quarter ended is disclosed for reference purpose only.

2. Revenue of RM41,335,170, cost of sales of RM24,215,206 and other operating expenses of RM13,487,683 that were reported in prior quarters (Q1 to Q5) have been reclassified to other income and is now shown on a net basis.

3. 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.

4. N/A represent not applicable.

FOCUS DYNAMICS GROUP BERHAD (Registration No: 200201015261 (582924-P))
CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2022

THE FIGURES HAVE NOT BEEN AUDITED

	UNAUDITED AS AT 30/06/2022	AUDITED AS AT 31/12/2020
	RM	RM
ASSETS		
Non-Current Assets		
Property, plant and equipment	20,594,130	12,081,433
Rights-of-use assets	29,106,349	4,443,452
Investment in associates	18,692,249	-
Investment in quoted shares	17,058,238	22,689,193
Prepaid expenses	34,465,535	19,236,416
Goodwill	88,129	88,129
	<u>120,004,630</u>	<u>58,538,623</u>
Current Assets		
Inventories	14,633,125	11,743,552
Trade receivables	2,071,974	4,366,205
Other receivables, deposits and prepayments	32,556,960	7,409,968
Amount due from joint venture	-	16,480
Amount due from related parties	-	182,700
Short-term investments	2,076,223	4,722,356
Current tax assets	7,888,386	-
Fixed deposits with licenced banks	2,940,177	2,880,307
Cash and bank balances	60,544,425	132,238,857
	<u>122,711,270</u>	<u>163,560,425</u>
TOTAL ASSETS	<u>242,715,900</u>	<u>222,099,048</u>
EQUITY AND LIABILITIES		
Equity attributable to owners of the Company		
Share capital	218,639,545	99,562,907
Irredeemable convertible preference shares ("ICPS")	49,684,981	108,856,522
Reserve	(106,123,001)	(30,931,559)
	<u>162,201,525</u>	<u>177,487,870</u>
Non-controlling interest	1,420,134	940,080
Total Equity	<u>163,621,659</u>	<u>178,427,950</u>
Liabilities		
Non-Current Liabilities		
Lease liabilities	24,142,148	4,493,805
Deferred tax liabilities	197,917	28,983
	<u>24,340,065</u>	<u>4,522,788</u>
Current Liabilities		
Trade payables	6,657,285	15,000,161
Other payables and accruals	25,788,738	7,663,217
Provision for restoration costs	472,020	412,620
Amount due to joint venture	9,413	-
Amount due to related parties	13,146,419	11,896,419
Bank overdrafts	1,207,136	1,224,641
Lease liabilities	7,473,165	932,247
Taxation	-	2,019,005
	<u>54,754,176</u>	<u>39,148,310</u>
Total Liabilities	<u>79,094,241</u>	<u>43,671,098</u>
TOTAL EQUITY AND LIABILITIES	<u>242,715,900</u>	<u>222,099,048</u>
Number of ordinary shares	6,372,205,736	6,155,702,756
Net assets per share attributable to ordinary equity holders of the Company (sen)	2.55	2.88

NOTES:

- The financial year end has been changed from 31 December to 30 June. The reporting financial period will be for a period of 18 months, made up from 1 January 2021 to 30 June 2022.
- 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 2020 and the accompanying explanatory notes to this Interim Financial Statements.
- Net assets per share is derived based on Focus Dynamics Group Berhad's consolidated net assets of RM162,201,525 (FYE 31/12/2020 - RM177,487,870) over the issued number of ordinary shares of 6,372,205,736 (FYE 31/12/2020 - 6,155,702,756).

FOCUS DYNAMICS GROUP BERHAD (Registration No: 200201015261 (582924-P))
CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE SIXTH QUARTER ENDED 30 JUNE 2022

THE FIGURES HAVE NOT BEEN AUDITED

	-----Attributable to Owners of the Company----->							
	-----Non-distributable----->			Foreign	Accumulated	Attributable	Non-	Total
	Share	Irredeemable	Warrant	Exchange	Losses	to owner of	Controlling	Equity
	Capital	Convertible	Reserve	Reserve	Reserve	the company	Interest	Reserve
	RM	Preference	RM	RM	RM	Total	RM	RM
	RM	Shares	RM	RM	RM	RM	RM	RM
Group								
At 1 January 2020	86,965,549	-	-	(13,784)	(47,521,363)	39,430,402	1,373,385	40,803,787
Profit/(loss) for the year	-	-	-	-	16,610,974	16,610,974	(429,877)	16,181,097
Reclassifications	-	-	-	-	3,428	3,428	(3,428)	-
Other comprehensive expenses for the year	-	-	-	(10,814)	-	(10,814)	-	(10,814)
Total comprehensive Income/(Expenses) for the year	-	-	-	(10,814)	16,614,402	16,603,588	(433,305)	16,170,283
Contributions by and distributions to owners of the Company:								
- Issue of shares	12,597,358	(3,578,110)	-	-	-	9,019,248	-	9,019,248
- Issue of ICPS	-	112,434,632	-	-	-	112,434,632	-	112,434,632
- Issue of Warrants D	-	-	389,126,040	-	(389,126,040)	-	-	-
Total transactions with owners	12,597,358	108,856,522	389,126,040	-	(389,126,040)	121,453,880	-	121,453,880
At 31 December 2020	<u>99,562,907</u>	<u>108,856,522</u>	<u>389,126,040</u>	<u>(24,598)</u>	<u>(420,033,001)</u>	<u>177,487,870</u>	<u>940,080</u>	<u>178,427,950</u>
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
(Loss)/Profit for the year	-	-	-	-	(75,147,234)	(75,147,234)	440,054	(74,707,180)
Reclassifications	-	-	-	-	-	-	-	-
Other comprehensive expenses for the year	-	-	-	(44,208)	-	(44,208)	-	(44,208)
Total comprehensive (Expenses)/Income for the year	-	-	-	(44,208)	(75,147,234)	(75,191,442)	440,054	(74,751,388)
Contributions by and distributions to owners of the Company:								
- Issue of shares	119,076,638	(59,171,541)	-	-	-	59,905,097	-	59,905,097
- Issue of ICPS	-	-	-	-	-	-	-	-
- Issue of Warrants D	-	-	-	-	-	-	-	-
Total transactions with owners	119,076,638	(59,171,541)	-	-	-	59,905,097	-	59,905,097
Acquisition of subsidiaries	-	-	-	-	-	-	40,000	40,000
At 30 June 2022	<u>218,639,545</u>	<u>49,684,981</u>	<u>389,126,040</u>	<u>(68,806)</u>	<u>(495,180,235)</u>	<u>162,201,525</u>	<u>1,420,134</u>	<u>163,621,659</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 (Registration No: 200201015261 (582924-P))
CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE SIXTH QUARTER ENDED 30 JUNE 2022

	CUMULATIVE QUARTERS	
	UNAUDITED	AUDITED
	18 MONTHS ENDED	12 MONTHS ENDED
	30/06/2022 RM	31/12/2020 RM
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax	(72,566,572)	21,983,814
Adjustments for:		
Depreciation of right-of-use assets ("RUA")	4,837,247	1,352,411
Bad debts written off	-	955,700
Bargain purchase on investment in associate	(20,165,952)	-
Depreciation of property, plant and equipment ("PPE")	7,127,739	4,823,624
Deposit received	193,408	-
Deposits written-off	-	14,000
Dividend income	(41,247)	(3,545)
Fair value loss/(gain) on market securities	20,996,876	(5,337,547)
Gain on disposal of PPE	(192,539)	-
Gain on disposal of RUA	(40,429)	-
Gain on disposal of marketable securities	(1,694,500)	-
Gain on lease liabilities written-off due to early termination	-	(3,363)
Impairment on receivables:		
- trade receivables	118,112	162,315
- other receivables	184,826	4,000
Impairment on investment in joint venture	-	45
Impairment on investment in associates	41,585,884	-
Interest expenses on lease liabilities	2,790,911	704,690
Interest expense	68,559	55,927
Interest income	(2,695,278)	(141,618)
Deemed loss on disposal of associate	17,872,784	-
Property, plant and equipment written-off (net)	82,163	648,407
Reversal of Impairment on:		
- trade receivables	-	(1,432,053)
- other receivables	-	(295,200)
- amount due from related parties	-	(938,400)
Share of loss on investment in associates	12,832,979	497,890
Unrealised foreign exchange loss	-	43
Operating profit before working capital changes	11,294,971	23,051,140
(Increase)/Decrease in Inventories	(2,889,573)	4,201,545
(Increase)/Decrease in receivables	(23,155,699)	1,039,723
Increase in payables	9,782,645	9,865,913
Decrease in amount due from joint venture	25,893	65,606
Increase in amount due from related parties	-	(200,000)
Increase in amount due to related parties	1,432,700	2,537,819
Cash (used in)/generated from operations	(3,509,063)	40,561,746
Interest received - other than fixed deposits	2,635,409	96,511
Interest paid	(68,559)	(55,927)
Income tax paid	(11,879,822)	(3,993,120)
Income tax refunded	-	17,530
Net cash (used in)/generated from operating activities	(12,822,035)	36,626,740
CASH FLOWS USED IN INVESTING ACTIVITIES		
Acquisition of a subsidiary, net of cash and cash equivalents acquired	40,000	-
Addition to prepaid expenses	(15,229,119)	(4,421,257)
Dividend income	41,247	3,545
Purchase of PPE	(15,689,147)	(2,575,642)
Proceeds from disposal of PPE	236,399	-
Proceeds from disposal of RUA	100,000	-
Proceeds from disposal of marketable securities	7,301,500	-
Increase in fixed deposits pledged	(28,576)	(26,467)
Interest received - fixed deposits	59,869	45,107
Investment in associates	(81,707,079)	-
Investment in marketable securities	(10,083,029)	(17,351,646)
Net cash used in investing activities	(114,957,935)	(24,326,360)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issuance of irredeemable convertible preference shares ("ICPS")	-	108,856,522
Proceeds from issuance of share capital	59,905,097	12,597,358
Interest paid on lease liabilities	(2,747,927)	(704,690)
Repayments of lease liabilities	(3,624,758)	(390,430)
Net cash generated from financing activities	53,532,412	120,358,760
Net (decrease)/increase in cash and cash equivalent	(74,247,558)	132,659,140
Cash and cash equivalent at beginning of period	137,195,173	4,546,890
Effect of foreign currency translation	(44,208)	(10,857)
Cash and cash equivalent at end of period	62,903,407	137,195,173
Cash and cash equivalent comprise:		
Cash and bank balances	60,544,425	132,238,857
Short-term investments	2,076,223	4,722,356
Fixed deposits with licensed banks	2,940,177	2,880,307
Bank overdraft	(1,207,136)	(1,224,641)
	64,353,689	138,616,879
Less: Fixed deposits pledged to licensed bank	(1,450,282)	(1,421,706)
	62,903,407	137,195,173

NOTES:

- The financial year end has been changed from 31 December to 30 June. The reporting financial period will be for a period of 18 months, made up from 1 January 2021 to 30 June 2022. As such, there are no comparative figures for the current quarter for the three months ended 30 June 2022 and year to date for the 18 months ended 30 June 2022.
- 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.