

FOCUS DYNAMICS GROUP BERHAD (Registration No: 200201015261 (582924-P))

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE FIRST QUARTER ENDED 30 SEPTEMBER 2022

THE FIGURES HAVE NOT BEEN AUDITED

| | Note | INDIVIDUAL QUARTER UNAUDITED CURRENT QUARTER ENDED | INDIVIDUAL QUARTER UNAUDITED COMPARATIVE QUARTER ENDED | CUMULATIVE QUARTERS UNAUDITED CUMULATIVE PERIOD TO DATE | CUMULATIVE QUARTERS UNAUDITED CUMULATIVE PRECEDING YEAR TO DATE |
|---|------|--|--|---|---|
| | | 30/09/2022 RM'000 | 30/09/2021 RM'000 | 30/09/2022 RM'000 | 30/09/2021 RM'000 |
| CONTINUING OPERATIONS | | | | | |
| REVENUE | A8 | 15,699 | 16,452 | 15,699 | N/A |
| COST OF SALES | | (6,025) | (9,410) | (6,025) | N/A |
| GROSS PROFIT | | 9,674 | 7,042 | 9,674 | N/A |
| OTHER INCOME | | 155 | 7,041 | 155 | N/A |
| OTHER OPERATING EXPENSES | | (10,389) | (4,207) | (10,389) | N/A |
| (LOSS)/PROFIT FROM OPERATIONS | | (560) | 9,876 | (560) | N/A |
| INTEREST INCOME | | 153 | 537 | 153 | N/A |
| INTEREST EXPENSES | | (809) | (171) | (809) | N/A |
| FAIR VALUE (LOSS)/GAIN ON MARKET SECURITIES | | (5,133) | 1,920 | (5,133) | N/A |
| SHARE OF LOSS ON INVESTMENT IN ASSOCIATE | | (3,736) | (8,389) | (3,736) | N/A |
| (LOSS)/PROFIT BEFORE TAX | | (10,085) | 3,773 | (10,085) | N/A |
| INCOME TAX EXPENSE | B6 | (685) | (2,122) | (685) | N/A |
| (LOSS)/PROFIT FOR THE PERIOD | | (10,770) | 1,651 | (10,770) | N/A |
| OTHER COMPREHENSIVE EXPENSES | | - | - | - | N/A |
| TOTAL COMPREHENSIVE (EXPENSES)/INCOME FOR THE PERIOD | | (10,770) | 1,651 | (10,770) | N/A |
| (LOSS)/PROFIT FOR THE PERIOD ATTRIBUTABLE TO: | | | | | |
| OWNERS OF THE COMPANY | | (11,517) | 1,788 | (11,517) | N/A |
| NON-CONTROLLING INTEREST | | 747 | (137) | 747 | N/A |
| | | (10,770) | 1,651 | (10,770) | N/A |
| TOTAL COMPREHENSIVE (EXPENSE)/INCOME FOR THE PERIOD ATTRIBUTABLE TO: | | | | | |
| OWNERS OF THE COMPANY | | (11,517) | 1,788 | (11,517) | N/A |
| NON-CONTROLLING INTEREST | | 747 | (137) | 747 | N/A |
| | | (10,770) | 1,651 | (10,770) | N/A |
| Weighted average no shares | | 6,372,205,736 | 6,372,203,997 | 6,372,205,736 | N/A |
| Basic (LPS)/EPS (sen) | | (0.18) | 0.03 | (0.18) | N/A |
| Weighted average no shares | | 7,275,569,028 | 7,275,567,289 | 7,275,569,028 | N/A |
| Diluted (LPS)/EPS (sen) | | (0.16) | 0.02 | (0.16) | N/A |

NOTE:

1. The financial year end has been changed from 31 December to 30 June. The last audited financial statements were for 18 months ended 30 June 2022. As such, there are no comparative figures for the year to date period ended 30 September 2022. Comparative figures for the comparative quarter ended is disclosed for reference purpose only.

2. The Unaudited Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Annual Audited Financial Statements for financial period ended 30 June 2022 and the accompanying explanatory notes to this Interim Financial Statements.

3. N/A represent not applicable.

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

THE FIGURES HAVE NOT BEEN AUDITED

| | UNAUDITED AS AT 30/09/2022 | AUDITED AS AT 30/06/2022 |
|--|----------------------------------|--------------------------------|
| | RM'000 | RM'000 |
| ASSETS | | |
| Non-Current Assets | | |
| Property, plant and equipment | 26,804 | 20,857 |
| Rights-of-use assets | 20,686 | 18,444 |
| Investment in associates | 14,864 | 18,692 |
| Investment in quoted and unquoted shares | 11,746 | 16,678 |
| Prepaid expenses | 59,671 | 34,779 |
| Goodwill | 88 | 88 |
| | <u>133,859</u> | <u>109,538</u> |
| Current Assets | | |
| Inventories | 16,412 | 14,633 |
| Trade receivables | 2,424 | 9,450 |
| Other receivables, deposits and prepayments | 13,193 | 25,553 |
| Amount due from related parties | - | 847 |
| Short-term investments | 2,087 | 2,076 |
| Current tax assets | 9,395 | 8,313 |
| Fixed deposits with licenced banks | 7,953 | 2,940 |
| Cash and bank balances | 40,981 | 60,545 |
| | <u>92,445</u> | <u>124,357</u> |
| TOTAL ASSETS | <u>226,304</u> | <u>233,895</u> |
| EQUITY AND LIABILITIES | | |
| Equity attributable to owners of the Company | | |
| Share capital | 218,640 | 218,640 |
| Irredeemable convertible preference shares ("ICPS") | 49,685 | 49,685 |
| Reserve | (116,871) | (105,145) |
| | <u>151,454</u> | <u>163,180</u> |
| Non-controlling interest | 2,167 | 1,420 |
| Total Equity | <u>153,621</u> | <u>164,600</u> |
| Liabilities | | |
| Non-Current Liabilities | | |
| Lease liabilities | 15,060 | 10,543 |
| Term loan | 3,413 | - |
| Deferred tax liabilities | 198 | 198 |
| | <u>18,671</u> | <u>10,741</u> |
| Current Liabilities | | |
| Trade payables | 6,064 | 5,293 |
| Other payables and accruals | 25,164 | 23,696 |
| Provision for restoration costs | 130 | 579 |
| Amount due to joint venture | 9 | 9 |
| Amount due to related parties | 12,621 | 17,510 |
| Bank overdrafts | 1,208 | 1,207 |
| Lease liabilities | 7,725 | 9,835 |
| Term loan | 227 | - |
| Taxation | 864 | 425 |
| | <u>54,012</u> | <u>58,554</u> |
| Total Liabilities | <u>72,683</u> | <u>69,295</u> |
| TOTAL EQUITY AND LIABILITIES | <u>226,304</u> | <u>233,895</u> |
| | - | - |
| Number of ordinary shares ('000) | 6,372,206 | 6,372,206 |
| Net assets per share attributable to ordinary equity holders of the Company (sen) | 2.38 | 2.56 |

NOTES:

1. The financial year end has been changed from 31 December to 30 June.
2. The Unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the Annual Audited Financial Statements for financial period ended 30 June 2022 and the accompanying explanatory notes to this Interim Financial Statements.
3. Net assets per share is derived based on Focus Dynamics Group Berhad's consolidated net assets over the issued number of ordinary shares.

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

THE FIGURES HAVE NOT BEEN AUDITED

| | <-----Attributable to Owners of the Company-----> | | | | | | | |
|--|---|---|--------------------|--------------------------------|-----------------------|---|---------------------------------|-----------------|
| | <-----Non-distributable-----> | | | | Distributable | | | |
| | Share Capital | Irredeemable Convertible Preference Shares | Warrant Reserve | Foreign Exchange Reserve | Accumulated Losses | Attributable to owner of the company Total | Non- Controlling Interest | Total Equity |
| | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 |
| Group | | | | | | | | |
| At 1 January 2021 | 99,563 | 108,857 | 389,126 | (25) | (420,033) | 177,488 | 940 | 178,428 |
| Profit/(loss) for the period | - | - | - | - | (74,423) | (74,423) | 440 | (73,983) |
| Other comprehensive expenses for the period | - | - | - | 210 | - | 210 | - | 210 |
| Total comprehensive Income/(Expenses) for the period | - | - | - | 210 | (74,423) | (74,213) | 440 | (73,773) |
| Contributions by and distributions to owners of the Company: | | | | | | | | |
| - Issue of shares | 119,077 | (59,172) | - | - | - | 59,905 | - | 59,905 |
| - Incorporation of subsidiaries during the period | - | - | - | - | - | - | 40 | 40 |
| Total transactions with owners | 119,077 | (59,172) | - | - | - | 59,905 | 40 | 59,945 |
| At 30 June 2022 | <u>218,640</u> | <u>49,685</u> | <u>389,126</u> | <u>185</u> | <u>(494,456)</u> | <u>163,180</u> | <u>1,420</u> | <u>164,600</u> |
| At 1 July 2022 | 218,640 | 49,685 | 389,126 | 185 | (494,456) | 163,180 | 1,420 | 164,600 |
| (Loss)/profit for the period | - | - | - | - | (11,517) | (11,517) | 747 | (10,770) |
| Other comprehensive expenses for the period | - | - | - | (209) | - | (209) | - | (209) |
| Total comprehensive (expenses)/income for the period | - | - | - | (209) | (11,517) | (11,726) | 747 | (10,979) |
| At 30 September 2022 | <u>218,640</u> | <u>49,685</u> | <u>389,126</u> | <u>(24)</u> | <u>(505,973)</u> | <u>151,454</u> | <u>2,167</u> | <u>153,621</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 period ended 30 June 2022 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 FIRST QUARTER ENDED 30 SEPTEMBER 2022

| | CUMULATIVE QUARTERS | |
|---|------------------------------------|------------------------------------|
| | UNAUDITED 3 MONTHS ENDED | AUDITED 18 MONTHS ENDED |
| | 30/09/2022 RM'000 | 30/06/2022 RM'000 |
| CASH FLOWS FROM OPERATING ACTIVITIES | | |
| Profit before tax | (10,085) | (71,829) |
| <u>Adjustments for:</u> | | |
| Bad debts written off | * | - |
| Bargain purchase on investment in associate | - | (20,166) |
| Deemed loss on disposal of associate | - | 17,873 |
| Depreciation of property, plant and equipment ("PPE") | 1,438 | 6,570 |
| Depreciation of right-of-use assets ("RUA") | 2,524 | 5,417 |
| Dividend income | (1) | (41) |
| Fair value gain on short-term investment | - | (12) |
| Fair value loss on investment in quoted shares | 5,133 | 22,051 |
| Gain on disposal of PPE | (7) | (193) |
| Gain on disposal of RUA | - | (40) |
| Gain on disposal of investment in quoted shares | - | (2,496) |
| Gain on disposal of investment in quoted warrants | - | (2,530) |
| Impairment losses on: | | |
| - trade receivables | - | 109 |
| - other receivables | - | 110 |
| - amount due from related parties | - | 186 |
| Impairment on investment in associates | - | 40,710 |
| Impairment on investment in unquoted shares | - | 380 |
| Interest expenses on lease liabilities | 796 | 2,039 |
| Interest expense | 13 | 69 |
| Interest income | (153) | (2,695) |
| Property, plant and equipment written-off | 52 | 82 |
| Reversal of Impairment losses on: | | |
| - trade receivables | - | (82) |
| Share of loss on investment in associates | 3,736 | 13,708 |
| Unrealised foreign exchange gain | - | (643) |
| Operating profit before working capital changes | <u>3,446</u> | <u>8,577</u> |
| Increase in Inventories | (1,779) | (2,889) |
| Decrease/(Increase) in receivables | 19,386 | (23,363) |
| Increase in payables | 1,789 | 6,519 |
| Decrease in amount due from joint venture | - | 17 |
| Decrease/(Increase) in amount due from related parties | 848 | (850) |
| (Decrease)/Increase in amount due to related parties | (4,889) | 5,614 |
| Increase in amount due to joint venture | - | 9 |
| Cash generated from/(used in) operations | <u>18,801</u> | <u>(6,366)</u> |
| Interest received - other than fixed deposits | 140 | 2,635 |
| Interest paid | (12) | (69) |
| Income tax paid | (1,236) | (11,892) |
| Net cash generated from/(used in) operating activities | <u>17,693</u> | <u>(15,692)</u> |
| CASH FLOWS USED IN INVESTING ACTIVITIES | | |
| Acquisition of RUA | (30) | (25) |
| Addition to prepaid expenses | (24,892) | (15,543) |
| Dividend income | 1 | 41 |
| Acquisition of a subsidiary with non-controlling interest | - | 40 |
| Increased in pledged fixed deposits with licensed banks | (5,006) | (28) |
| Interest received - fixed deposits | 13 | 60 |
| Investment in associates | - | (81,707) |

FOCUS DYNAMICS GROUP BERHAD (Registration No: 200201015261 (582924-P))
CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE FIRST QUARTER ENDED 30 SEPTEMBER 2022

| | CUMULATIVE QUARTERS | |
|---|--------------------------------|-------------------------------|
| | UNAUDITED 3 MONTHS ENDED | AUDITED 18 MONTHS ENDED |
| | 30/09/2022 RM'000 | 30/06/2022 RM'000 |
| Investment in quoted shares | - | (9,481) |
| Proceeds from disposal of investment in quoted warrants | - | 2,530 |
| Proceeds from disposal of investment in quoted shares | - | 7,302 |
| Proceeds from disposal of PPE | 25 | 236 |
| Proceeds from disposal of RUA | - | 100 |
| Purchase of PPE | (7,456) | (15,664) |
| Net cash used in investing activities | <u>(37,345)</u> | <u>(112,139)</u> |
| CASH FLOWS FROM FINANCING ACTIVITIES | | |
| Repayments of lease liabilities | (2,387) | (4,335) |
| Interest paid on lease liabilities | (739) | (2,039) |
| Drawdown of term loan | 3,640 | - |
| Proceeds from issuance of share capital | - | 59,905 |
| Net cash generated from financing activities | <u>514</u> | <u>53,531</u> |
| Net decrease in cash and cash equivalent | (19,138) | (74,300) |
| Cash and cash equivalent at beginning of period | 62,904 | 137,194 |
| Effect of foreign currency translation | (409) | (2) |
| Fair value gain on short term investments | - | 12 |
| Cash and cash equivalent at end of period | <u>43,357</u> | <u>62,904</u> |
| Cash and cash equivalent comprise: | | |
| Cash and bank balances | 40,981 | 60,545 |
| Short-term investments | 2,087 | 2,076 |
| Fixed deposits with licensed banks | 7,953 | 2,940 |
| Bank overdraft | (1,208) | (1,207) |
| | <u>49,813</u> | <u>64,354</u> |
| Less: Fixed deposits pledged to licensed bank | (6,456) | (1,450) |
| | <u>43,357</u> | <u>62,904</u> |

* Denotes amount below RM1,000

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 September 2022 and year to date for the 3 months ended 30 September 2022
- The Unaudited Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Annual Audited Financial Statements for the financial period ended 30 June 2022 and the accompanying explanatory notes to this Interim Financial Statements.