

FOCUS POINT

FOCUS POINT HOLDINGS BERHAD (Company No.: 200901041088 (884238-U))

CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME

(The figures have not been audited)

	Individual quarter		Cumulative quarter	
	31-12-20 RM'000	31-12-19 RM'000	31-12-20 RM'000	31-12-19 RM'000
Revenue	43,728	52,457	159,612	191,025
Cost of sales	(18,023)	(19,877)	(63,261)	(73,315)
Gross profit	25,705	32,580	96,351	117,710
Other income	7,729	2,274	11,951	7,214
Selling and distribution expenses	(7,375)	(9,179)	(29,204)	(37,172)
Administrative and general expenses	(16,968)	(17,713)	(58,546)	(67,858)
Interest expense	(1,149)	(1,832)	(5,629)	(5,728)
Interest income	90	559	693	709
Share of profit in associates	18	117	6	362
Share of loss in joint venture	-	103	-	(32)
Profit before tax	8,050	6,909	15,622	15,205
Tax expense	(2,640)	(2,197)	(4,985)	(5,317)
Profit for the period	5,410	4,712	10,637	9,888
Profit attributable to:				
Owners of the Parent	5,410	4,712	10,637	9,888
Non-controlling interests	-	-	-	-
	5,410	4,712	10,637	9,888
Total comprehensive profit attributable to:				
Owners of the Parent	5,410	4,712	10,637	9,888
Non-controlling interests	-	-	-	-
	5,410	4,712	10,637	9,888
Earnings per share attributable to owners of the Parent:				
Basic (sen)	2.46	2.14	4.84	4.49
Diluted (sen)	N/A	N/A	N/A	N/A

The condensed consolidated statements of comprehensive income should be read in conjunction with the audited financial statements for the financial year ended 31 December 2019 and the accompanying explanatory notes attached to the interim financial report.

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FOCUS POINT HOLDINGS BERHAD (Company No.: 200901041088 (884238-U))

CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION

(The figures have not been audited)

	As at 31-12-20 RM'000 (Unaudited)	As at 31-12-19 RM'000 (Audited)
<u>ASSETS</u>		
Non-current assets		
Property, plant and equipment	25,840	34,353
Right-of-use assets	66,662	77,984
Investment in associates	751	745
Other investment	210	210
Deferred tax assets	115	186
Trade and other receivables	4,880	5,860
	<hr/> 98,458	<hr/> 119,338
Current assets		
Inventories	44,945	49,787
Trade and other receivables	26,350	28,220
Current tax assets	71	11
Cash and bank balances	17,883	13,666
	<hr/> 89,249	<hr/> 91,684
TOTAL ASSETS	<hr/> 187,707	<hr/> 211,022
<u>EQUITY AND LIABILITIES</u>		
Equity attributable to owners of the Parent		
Share capital	40,096	40,096
Retained earnings	28,210	21,973
TOTAL EQUITY	<hr/> 68,306	<hr/> 62,069
<u>LIABILITIES</u>		
Non-current liabilities		
Borrowings	8,126	7,991
Lease liabilities	34,928	49,200
Deferred income	1,170	1,139
Deferred tax liabilities	752	591
	<hr/> 44,976	<hr/> 58,921
Current liabilities		
Borrowings	15,746	19,672
Lease liabilities	30,656	34,410
Trade and other payables	26,068	33,673
Current tax liabilities	733	718
Deferred income	1,222	1,559
	<hr/> 74,425	<hr/> 90,032
TOTAL LIABILITIES	<hr/> 119,401	<hr/> 148,953
TOTAL EQUITY AND LIABILITIES	<hr/> 187,707	<hr/> 211,022
Net assets per share attributable to owners of the Parent (sen)	31.05	28.21

The condensed consolidated statements of financial position should be read in conjunction with the audited financial statements for the financial year ended 31 December 2019 and the accompanying explanatory notes attached to the interim financial report.

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FOCUS POINT HOLDINGS BERHAD (Company No.: 200901041088 (884238-U))

CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY

(The figures have not been audited)

	← Attributable to owners of the Parent →		Total attributable to owners of the parent RM'000	Total equity RM'000
	Non- distributable	Distributable		
	Share capital RM'000	Retained earnings RM'000		
At 1 January 2020	40,096	21,973	62,069	62,069
Profit for the period	-	10,637	10,637	10,637
Other comprehensive income	-	-	-	-
Total comprehensive income	-	10,637	10,637	10,637
Transactions with owners				
Dividend paid	-	(4,400)	(4,400)	(4,400)
Total transaction with owners	-	(4,400)	(4,400)	(4,400)
At 31 December 2020	40,096	28,210	68,306	68,306

	← Attributable to owners of the Parent →		Total attributable to owners of the parent RM'000	Total equity RM'000
	Non- distributable	Distributable		
	Share capital RM'000	Retained earnings RM'000		
At 1 January 2019	40,096	17,184	57,280	57,280
Impact arising from adoption of MFRS 16	-	(974)	(974)	(974)
At 1 January 2019, as restated	40,096	16,210	56,306	56,306
Profit for the period	-	9,888	9,888	9,888
Other comprehensive income	-	-	-	-
Total comprehensive income	-	9,888	9,888	9,888
Transactions with owners				
Dividend paid	-	(4,125)	(4,125)	(4,125)
Total transaction with owners	-	(4,125)	(4,125)	(4,125)
At 31 December 2019	40,096	21,973	62,069	62,069

The condensed consolidated statements of changes in equity should be read in conjunction with the audited financial statements for the financial year ended 31 December 2019 and the accompanying explanatory notes attached to the interim financial report.

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FOCUS POINT HOLDINGS BERHAD (Company No.: 200901041088 (884238-U))

CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS

(The figures have not been audited)

	For the 12 months ended 31 December 2020 RM'000 (Unaudited)	For the 12 months ended 31 December 2019 RM'000 (Audited)
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax	15,622	15,205
Adjustments for:		
Depreciation of property, plant and equipment	7,868	6,150
Depreciation of right-of-use assets	28,006	23,100
Lease interest expense	4,406	4,465
Lease interest income	(503)	(492)
Other non-cash items	2,565	2,823
Operating profit before working capital changes	57,964	51,251
Changes in inventories	3,950	(4,768)
Changes in trade and other receivables	2,527	3,067
Changes in trade and other payables	(3,655)	7,448
Cash generated from operations	60,786	56,998
Tax refunded	-	1
Income taxes paid	(4,548)	(6,652)
Net cash generated from operating activities	56,238	50,347
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(5,677)	(4,166)
Proceeds from disposal of property, plant and equipment	305	59
Disposal of investment in joint venture	-	220
Purchase of other investment	-	(210)
Interest received	190	203
Dividend received from an associate	-	315
Net cash used in investing activities	(5,182)	(3,579)
CASH FLOWS FROM FINANCING ACTIVITIES		
Interest paid	(1,184)	(1,262)
Placement of fixed deposits pledged to licensed banks	(300)	(134)
Net (repayment)/drawdown of banker's acceptance	(2,062)	2,059
Net drawdown/(repayment) of term loan	280	(1,521)
Net repayment of revolving credit	(2,025)	(936)
Payments of lease liabilities	(37,464)	(34,177)
Dividend paid	(4,400)	(4,125)
Net cash used in financing activities	(47,155)	(40,096)
Net increase in cash and cash equivalents	3,901	6,672
Cash and cash equivalents at beginning of year	8,205	1,533
Cash and cash equivalents at end of period	12,106	8,205

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CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS (cont'd) (The figures have not been audited)

	For the 12 months ended 31 December 2020 RM'000 (Unaudited)	For the 12 months ended 31 December 2019 RM'000 (Audited)
<i>Cash and cash equivalents comprise:</i>		
Cash and bank balances	8,714	7,479
Fixed deposits with licensed banks	9,169	6,187
	<hr/> 17,883	<hr/> 13,666
Less : Bank overdraft included in borrowings	(1,034)	(1,018)
	<hr/> 16,849	<hr/> 12,648
Less : Fixed deposits pledged to licensed banks	(4,743)	(4,443)
	<hr/> 12,106	<hr/> 8,205

The condensed consolidated statements of cash flows should be read in conjunction with the audited financial statements for the financial year ended 31 December 2019 and the accompanying explanatory notes attached to the interim financial report.

FOCUS POINT HOLDINGS BERHAD (Company No.: 200901041088 (884238-U))

Notes to the Interim Financial Report for the fourth quarter ended 31 December 2020

Part A - Explanatory notes pursuant to Malaysian Financial Reporting Standard ("MFRS") 134 : Interim Financial Reporting

A1. Basis of preparation

The interim financial report is unaudited and has been prepared in accordance with MFRS 134 : *Interim Financial Reporting* issued by the Malaysian Accounting Standards Board ("MASB") and Paragraph 9.22 and Appendix 9B of the ACE Market Listing Requirements of Bursa Malaysia Securities Berhad. The interim financial report should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 December 2019.

The accounting policies and methods of computation adopted by the Group in this interim financial report are consistent with those adopted in the financial statements for the financial year ended 31 December 2020, except for the adoption of the following standards applicable to the Group's financial year beginning 1 January 2020.

Title	Effective Date
<i>Amendments to References to the Conceptual Framework in MFRS Standards</i>	1 January 2020
<i>Amendments to MFRS 3 Definition of a Business</i>	1 January 2020
<i>Amendments to MFRS 101 and MFRS 108 Definition of Material</i>	1 January 2020
<i>Amendments to MFRS 9, MFRS 139 and MFRS 7 Interest Rate Benchmark Reform</i>	1 January 2020
<i>Amendment to MFRS 16 Covid-19-Related Rent Concessions</i>	1 June 2020 (early adopt)
<i>Amendments to MFRS 4 Insurance Contract - Extension of the Temporary Exemption from Applying MFRS 9</i>	17 August 2020

Adoption of the above Standards did not have any material effect on the financial performance or position of the Group and of the Company except for the adoption of Amendment to MFRS 16 as described in the following section.

Amendment to MFRS 16 Covid-19-Related Rent Concessions

MFRS 16 has been amended to:

- Provide lessees with an exemption from the requirement to determine whether a COVID-19-related rent concession is a lease modification; and
- Require lessees that apply the exemption to account for COVID-19-related rent concessions as if they were not lease modifications

The practical expedient only applies to rent concessions occurring as a direct consequence of the COVID-19 pandemic and only if all of the following conditions are met:

- Changes in lease payments results in revised consideration for the lease that is substantially the same as, or less than, the consideration for the lease immediately preceding the change;
- Any reduction in lease payments affects only payments originally due on or before 30 June 2021; and
- There is no substantive change to other terms and conditions of the lease.

The Group has early adopted Amendment to MFRS 16 during the financial year ended 31 December 2020 and elected to apply the practical expedient to all rent concessions relating to leases with similar characteristics and in similar circumstances. Consequently, the Group did not recognise changes in these lease payments as lease modifications and instead, recognised these as variable lease payments in profit or loss.

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Notes to the Interim Financial Report for the fourth quarter ended 31 December 2020

Part A - Explanatory notes pursuant to Malaysian Financial Reporting Standard ("MFRS") 134 : Interim Financial Reporting

A1. Basis of preparation (cont'd)

The following are standards issued by MASB which are not yet effective and have not been early adopted by the Group:

Title	Effective Date
<i>Interest Rate Benchmark Reform - Phase 2</i> (Amendments to MFRS 9, MFRS 139, MFRS 7, MFRS 4 and MFRS 16)	1 January 2021
Annual Improvements to MFRS Standards 2018 - 2020	1 January 2022
Amendments to MFRS 3 <i>Reference to the Conceptual Framework</i>	1 January 2022
Amendments to MFRS 116 <i>Property, Plant and Equipment - Proceeds before Intended Use</i>	1 January 2022
Amendments to MFRS 137 <i>Onerous Contracts - Cost of Fulfilling a Contract</i>	1 January 2022
Amendments to MFRS 101 <i>Classification of Liabilities as Current or Non-current</i>	1 January 2023
MFRS 17 <i>Insurance Contracts</i>	1 January 2023
Amendments to MFRS 17 <i>Insurance Contracts</i>	1 January 2023
Amendments to MFRS 10 and MFRS 128 <i>Sale or Contribution of Assets between an Investor and its Associates or Joint Venture</i>	Deferred

The Group is in the process of assessing the impact of implementing these Standards since the effect would only be observable for future financial years.

A2. Auditors' reports

The auditors' report on the audited financial statements of the Group for the financial year ended 31 December 2019 was not subject to any qualification.

A3. Seasonal or cyclical factors

The business operations of the Group were not materially affected by any seasonal or cyclical factors.

A4. Unusual items affecting assets, liabilities, equity, net income or cash flows

There was no unusual item because of its nature, size or incidence that has affected the assets, liabilities, equity, net income or cash flows of the Group during the current quarter.

A5. Material changes in estimates

There was no change in the estimates of amounts reported that have had a material effect in the current quarter.

A6. Changes in debts and equity securities

There were no issuance, cancellation, repurchase, resale or repayment of debt and/or equity securities, share buy-back, share cancellation, shares held as treasury shares and/or resale of treasury shares during the current quarter.

A7. Dividend paid

A single-tier interim dividend of 1.0 sen per share amounting to RM2,199,997 for the financial year ended 31 December 2020 was paid on 30 December 2020 to the shareholders of the Company whose names appear in the Record of Depository on 10 December 2020.

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Notes to the Interim Financial Report for the fourth quarter ended 31 December 2020

Part A - Explanatory notes pursuant to Malaysian Financial Reporting Standard ("MFRS") 134 : Interim Financial Reporting

A8. Segmental reporting

The Group has three (3) reportable segments, as described below, are the Group's strategic business units.

The following summary described the operations of each of the reportable segment:

- **Optical and related products** : Retailing of optical and related products
- **Franchise management** : Management of franchised professional eye care centres
- **Food and beverage** : Provision of food and beverage services

Other operating segments that do not constitute reportable segments mainly comprise investment holding, laser eye surgery treatment activities as well as retailing of hearing solutions and related accessories.

The segmental information for the financial year ended 31 December 2020 is as follows:-

	Optical and related products RM'000	Franchise management RM'000	Food and beverage RM'000	Others RM'000	Total RM'000
Revenue					
Total revenue	136,271	3,097	19,111	6,343	164,822
Less : Inter-segment	(4)	-	(6)	(5,200)	(5,210)
	<u>136,267</u>	<u>3,097</u>	<u>19,105</u>	<u>1,143</u>	<u>159,612</u>
Segment results					
Interest income	19,005	1,490	368	4,907	25,770
Interest expense	1,233	154	37	16	1,440
Share of profit in an associate	(5,257)	-	(1,082)	(36)	(6,375)
	<u>6</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>6</u>
	14,987	1,644	(677)	4,887	20,841
Less : Inter-segment	(609)	(154)	744	(5,200)	(5,219)
Profit/(Loss) before tax	<u>14,378</u>	<u>1,490</u>	<u>67</u>	<u>(313)</u>	<u>15,622</u>
Assets					
Segment assets	183,348	4,891	16,717	50,092	255,048
Investment in an associate	751	-	-	-	751
	<u>184,099</u>	<u>4,891</u>	<u>16,717</u>	<u>50,092</u>	<u>255,799</u>
Less : Inter-segment	(17,791)	(2,008)	-	(48,479)	(68,278)
Total assets	<u>166,308</u>	<u>2,883</u>	<u>16,717</u>	<u>1,613</u>	<u>187,521</u>
Liabilities					
Segment liabilities	104,635	3,306	30,161	1,220	139,322
Less : Inter-segment	(675)	(730)	(19,423)	(578)	(21,406)
Total liabilities	<u>103,960</u>	<u>2,576</u>	<u>10,738</u>	<u>642</u>	<u>117,916</u>

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Part A - Explanatory notes pursuant to Malaysian Financial Reporting Standard ("MFRS") 134 : Interim Financial Reporting

A8. Segmental reporting (cont'd)

The segmental information for the financial year ended 31 December 2019 is as follows:-

	Optical and related products RM'000	Franchise management RM'000	Food and beverage RM'000	Others RM'000	Total RM'000
Revenue					
Total revenue	168,670	4,403	16,738	7,786	197,597
Less : Inter-segment	-	-	(22)	(6,550)	(6,572)
	<u>168,670</u>	<u>4,403</u>	<u>16,716</u>	<u>1,236</u>	<u>191,025</u>
Segment results					
Interest income	18,681	2,547	(935)	6,100	26,393
Interest expense	1,230	154	53	21	1,458
Interest expense	(5,415)	-	(1,032)	(30)	(6,477)
Share of profit in associates	362	-	-	-	362
Share of loss in joint venture	-	-	(32)	-	(32)
	<u>14,858</u>	<u>2,701</u>	<u>(1,946)</u>	<u>6,091</u>	<u>21,704</u>
Less : Inter-segment	(961)	(196)	997	(6,339)	(6,499)
Profit/(Loss) before tax	<u>13,897</u>	<u>2,505</u>	<u>(949)</u>	<u>(248)</u>	<u>15,205</u>
Assets					
Segment assets	209,633	4,900	12,769	50,481	277,783
Investment in associates	745	-	-	-	745
Investment in joint venture	-	-	-	-	-
	<u>210,378</u>	<u>4,900</u>	<u>12,769</u>	<u>50,481</u>	<u>278,528</u>
Less : Inter-segment	(15,378)	(4,061)	-	(48,264)	(67,703)
Total assets	<u>195,000</u>	<u>839</u>	<u>12,769</u>	<u>2,217</u>	<u>210,825</u>
Liabilities					
Segment liabilities	137,599	3,744	25,918	1,233	168,494
Less : Inter-segment	(859)	(1,076)	(18,340)	(575)	(20,850)
Total liabilities	<u>136,740</u>	<u>2,668</u>	<u>7,578</u>	<u>658</u>	<u>147,644</u>

Geographical information

The Group operates only in Malaysia.

A9. Valuation of property, plant and equipment

There was no valuation of property, plant and equipment in the current quarter as the Group has not adopted a revaluation policy on its property, plant and equipment.

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Notes to the Interim Financial Report for the fourth quarter ended 31 December 2020

Part A - Explanatory notes pursuant to Malaysian Financial Reporting Standard ("MFRS") 134 : Interim Financial Reporting

A10. Capital Commitments

Capital commitments not provided for in the financial statements as at 31 December 2020 are as follows:

	As at 31-12-20 RM'000	As at 31-12-19 RM'000
Capital expenditure in respect of purchase of property, plant and equipment		
- Contracted but not provided for	2,685	-
- Approved but not contracted for	-	-
	<u>2,685</u>	<u>-</u>

A11. Subsequent event

There was no material event subsequent to the end of the current quarter up to the date of this report that has not been reflected in the interim financial report.

A12. Change in composition of the Group

There was no change in composition of the Group during the current quarter.

A13. Change in contingent liability

There was no material change in contingent liability during the current quarter.

A14. Related party transactions

The Group entered into the following transactions with related parties:-

	Individual quarter		Cumulative quarter	
	31-12-20 RM'000	31-12-19 RM'000	31-12-20 RM'000	31-12-19 RM'000
Sale of eyewear and eye care products	36	201	221	963
Licensing fee	14	38	67	150
Rental of premises	60	60	240	240

The Directors of the Group are of the opinion that, other than the transactions disclosed above which were established on a negotiated basis, all the transactions have been entered into in the normal course of business and have been established at arm's length under terms no more favourable than those transacted with third parties.

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Notes to the Interim Financial Report for the fourth quarter ended 31 December 2020

Part B - Explanatory notes pursuant to Paragraph 9.22 and Appendix 9B of the ACE Market Listing Requirements of Bursa Malaysia Securities Berhad

B1. Review of performance

12-month ended 31 December 2020

Group revenue at RM159.6 million was 16% lower compared with RM191.0 million of the corresponding period. The decrease in Group revenue was mainly attributed to lower sales attained by optical and related products and franchise management businesses as a result of closure of all retail outlets due to COVID-19 lock down from 18th March 2020 to 3rd May 2020 (“COVID-19 lock down”). In spite of the COVID-19 lock down, the Group recorded profit before tax at RM15.6 million compared with RM15.2 million of the corresponding period and this was mainly due to rapid recovery of revenue and with the support of rental rebates granted by landlords and also lower administrative expenses as result of effective cost cutting measures taken by the Group. Consequently, the Group recorded profit after tax of RM10.6 million compared with RM9.9 million of the corresponding period.

Optical and related products segment

Optical and related products segment recorded lower revenue at RM136.3 million compared with RM168.7 million of the corresponding period, representing a decrease of 19%. Profit before tax (“PBT”) at RM14.4 million was 3% higher compared with RM13.9 million of the corresponding period. The increase in PBT was attributed to lower operating cost and lower rental expenses.

Franchise management segment

Revenue at RM3.1 million was 30% lower compared to RM4.4 million of the corresponding period mainly due to the lower royalty fee received as a result of the COVID-19 lock down. Consequently, this segment recorded profit before tax at RM1.5 million which was 40% lower compared to RM2.5 million in the corresponding period.

Food and beverage segment

This segment recorded revenue at RM19.1 million, 14% higher compared with RM16.7 million of the corresponding period and recorded profit before tax at RM0.07 million as compared with loss before tax of RM1.0 million of the corresponding period as a result of higher revenue in corporate sales segment.

3-month ended 31 December 2020

Group revenue at RM43.7 million was 17% lower compared with RM52.5 million of the corresponding quarter, attributed to lower revenue attained by optical and related products business. For Group profit before tax, it was recorded at RM8.1 million, 16% higher compared with RM6.9 million of the corresponding quarter, attributed to higher purchase rebates, lower rental expenses couple with lower administrative expenses.

B2. Comparison with immediate preceding quarter's results

Group revenue at RM43.7 million was 12% lower compared with RM49.5 million of the immediate preceding. The Group registered profit before tax at RM8.1 million, as compared to RM7.1 million of the immediate preceding quarter due to higher purchase rebates in the year end.

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Notes to the Interim Financial Report for the fourth quarter ended 31 December 2020

Part B - Explanatory notes pursuant to Paragraph 9.22 and Appendix 9B of the ACE Market Listing Requirements of Bursa Malaysia Securities Berhad

B3. Prospect

The imposition of Mandatory Control Order 2.0 in the beginning of 2021 due to uptrend in the COVID-19 cases have dampened the momentum of recovery of overall economic activities and further weaken the customer sentiment.

In light of the adverse economic condition, we will prioritise on the following plans in order to stay resilient:-

- control and prioritise our inventory needs to improve cash flow management;
- continually introducing attractive sale promotion and tele-marketing services;
- continue to negotiate with shopping mall's landlord for rental rebate during these difficult times; and
- innovation of new services.

While we are challenged by the resurgence of COVID-19 cases, we are hopeful that the rolling out of our national vaccination program will help to boost national economy and in turn assist in its financial recovery. This would further boost business and consumer confidence.

B4. Financial estimate, forecast, projection or internal target

This is not applicable to the Group.

B5. Profit before tax

Profit before tax for the current quarter and current year is arrived at after charging/(crediting):-

	Individual quarter		Cumulative quarter	
	31-12-20 RM'000	31-12-19 RM'000	31-12-20 RM'000	31-12-19 RM'000
Depreciation of property, plant and equipment	1,802	(46)	7,868	6,150
Depreciation of right-of-use assets	9,285	8,449	28,006	23,100
Lease interest expense	685	2,270	3,676	4,465
Lease interest income	(75)	(492)	(539)	(492)
Bad debts written off	-	502	-	689
Impairment loss/(Reversal of impairment loss)				
on trade and other receivables	6	(401)	20	(490)
Inventories written off	95	140	392	489
Inventories written down	125	162	500	525
(Gain)/Loss on disposal of property, plant and equipment	(52)	7	(111)	12
(Reversal of impairment loss)/Impairment loss on property, plant and equipment	(53)	(82)	(53)	34
Impairment of right-of-use assets	202	-	202	-
Property, plant and equipment written-off	178	353	561	942
Realised loss on foreign currency transactions (net)	1	15	107	52

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Notes to the Interim Financial Report for the fourth quarter ended 31 December 2020

Part B - Explanatory notes pursuant to Paragraph 9.22 and Appendix 9B of the ACE Market Listing Requirements of Bursa Malaysia Securities Berhad

B6. Income tax expense

	Individual quarter		Cumulative quarter	
	31-12-20 RM'000	31-12-19 RM'000	31-12-20 RM'000	31-12-19 RM'000
Current tax:				
Current	1,808	1,912	4,509	4,900
Prior year	244	438	244	753
	<u>2,052</u>	<u>2,350</u>	<u>4,753</u>	<u>5,653</u>
Deferred tax:				
Current	724	19	368	(164)
Prior year	(136)	(172)	(136)	(172)
	<u>588</u>	<u>(153)</u>	<u>232</u>	<u>(336)</u>
Total	<u>2,640</u>	<u>2,197</u>	<u>4,985</u>	<u>5,317</u>

The Group effective current tax rates for 2020 and 2019 were higher than prima facie tax rate due principally to certain capital expenditure not qualified for tax purpose and certain expenses non deductible for tax purpose.

B7. Status of corporate proposals

(i) Proposed Bonus Issue

On 30 November 2020, RHB Investment Bank Berhad (“RHB”), on behalf of the Board of Directors (“Board”) of Focus Point Holdings Berhad (“FPHB”), announced that the Company is proposing to undertake the proposed bonus issue of up to 109,999,867 new FPHB Shares (“Bonus Share(s)”) on the basis of 1 Bonus Share for every 2 existing FPHB Shares held on an entitlement date to be determined later (“Proposed Bonus Issue”).

On 2 December 2020, RHB on behalf of the Board announced that Bursa Malaysia Securities Berhad had, vide its letter dated 2 December 2020 approved the listing of and quotation for the Bonus Shares to be issued pursuant to the Proposed Bonus Issue.

The Proposed Bonus Issue was approved at an Extraordinary General Meeting held on 19 January 2021 and completed the listing and quotation of 109,999,743 Bonus Shares on the ACE Market of Bursa Securities on 5 February 2021.

B8. Borrowings

	As at 31-12-20 RM'000	As at 31-12-19 RM'000
Short term		
Secured:		
Banker’s acceptance	13,085	15,147
Bank overdraft	1,034	1,018
Term loan	1,627	1,482
Revolving credit	-	2,025
	<u>15,746</u>	<u>19,672</u>
Long term		
Secured:		
Term loan	8,126	7,991
	<u>8,126</u>	<u>7,991</u>
Total borrowings	<u>23,872</u>	<u>27,663</u>

FOCUS POINT

FOCUS POINT HOLDINGS BERHAD (Company No.: 200901041088 (884238-U))

Notes to the Interim Financial Report for the fourth quarter ended 31 December 2020

Part B - Explanatory notes pursuant to Paragraph 9.22 and Appendix 9B of the ACE Market Listing Requirements of Bursa Malaysia Securities Berhad

B8. Borrowings (cont'd)

The above borrowings were denominated in Ringgit Malaysia.

B9. Material litigation

There was no material litigation (including any pending material litigation) as at the date of this interim financial report.

B10. Dividend

A single-tier interim dividend of 1.0 sen per share amounting to RM2,199,997 for the financial year ended 31 December 2020 was declared on 25 November 2020 and was paid on 30 December 2020 to the shareholders of the Company whose names appear in the Record of Depository on 10 December 2020.

B11. Earnings per share

Basic earnings per share is calculated by dividing profit/loss for the quarter/period attributable to owners of the Parent by the weighted average number of ordinary shares in issue during the quarter.

	Individual quarter		Cumulative quarter	
	31-12-20	31-12-19	31-12-20	31-12-19
Profit attributable to owners of the Parent (RM'000)	5,410	4,712	10,637	9,888
Weighted average number of ordinary shares in issue ('000)	220,000	220,000	220,000	220,000
Basic earnings per share (sen) for :				
Profit for the period	2.46	2.14	4.84	4.49

B12. Authorisation for issue

The interim financial report was authorised for issue by the Board of Directors in accordance with a resolution of the Board of Directors on 24 February 2021.