

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	
	30-06-20 RM'000	30-06-19 RM'000	30-06-20 RM'000	30-06-19 RM'000
Revenue	26,762	45,891	66,375	91,625
Cost of sales	(10,422)	(17,947)	(25,316)	(35,008)
Gross profit	16,340	27,944	41,059	56,617
Other income	992	1,708	2,631	2,986
Selling and distribution expenses	(5,575)	(8,845)	(13,574)	(18,383)
Administrative and general expenses	(13,182)	(16,546)	(27,438)	(33,268)
Interest expense	(749)	(1,691)	(2,626)	(2,290)
Interest income	196	51	395	96
Share of (loss)/profit in associates	(58)	87	(3)	178
Share of loss in joint venture	-	(50)	-	(86)
(Loss)/Profit before tax	(2,036)	2,658	444	5,850
Tax expense	104	(975)	(564)	(2,018)
(Loss)/Profit for the period	(1,932)	1,683	(120)	3,832
(Loss)/Profit attributable to:				
Owners of the Parent	(1,932)	1,683	(120)	3,832
Non-controlling interests	-	-	-	-
	(1,932)	1,683	(120)	3,832
Total comprehensive (loss)/profit attributable to:				
Owners of the Parent	(1,932)	1,683	(120)	3,832
Non-controlling interests	-	-	-	-
	(1,932)	1,683	(120)	3,832
(Loss)/Earnings per share attributable to owners of the Parent:				
Basic (sen)	(0.98)	0.85	(0.06)	1.94
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 30-06-20 RM'000 (Unaudited)	As at 31-12-19 RM'000 (Audited)
<u>ASSETS</u>		
Non-current assets		
Property, plant and equipment	31,029	34,353
Right-of-use assets	67,425	77,984
Investment in associates	742	745
Other investment	210	210
Deferred tax assets	186	186
Trade and other receivables	5,997	5,860
	<hr/> 105,589	<hr/> 119,338
Current assets		
Inventories	50,787	49,787
Trade and other receivables	23,233	28,220
Current tax assets	130	11
Cash and bank balances	13,973	13,666
	<hr/> 88,123	<hr/> 91,684
TOTAL ASSETS	<hr/> 193,712	<hr/> 211,022
<u>EQUITY AND LIABILITIES</u>		
Equity attributable to owners of the Parent		
Share capital	40,096	40,096
Retained earnings	19,653	21,973
TOTAL EQUITY	<hr/> 59,749	<hr/> 62,069
<u>LIABILITIES</u>		
Non-current liabilities		
Borrowings	7,814	7,991
Lease liabilities	43,009	49,200
Deferred income	1,284	1,139
Deferred tax liabilities	316	591
	<hr/> 52,423	<hr/> 58,921
Current liabilities		
Borrowings	17,400	19,672
Lease liabilities	31,518	34,410
Trade and other payables	31,313	33,673
Current tax liabilities	135	718
Deferred income	1,174	1,559
	<hr/> 81,540	<hr/> 90,032
TOTAL LIABILITIES	<hr/> 133,963	<hr/> 148,953
TOTAL EQUITY AND LIABILITIES	<hr/> 193,712	<hr/> 211,022
Net assets per share attributable to owners of the Parent (sen)	30.32	31.49

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
Loss for the period	-	(120)	(120)	(120)
Other comprehensive income	-	-	-	-
Total comprehensive loss	-	(120)	(120)	(120)
Transactions with owners				
Dividend paid	-	(2,200)	(2,200)	(2,200)
Total transaction with owners	-	(2,200)	(2,200)	(2,200)
At 30 June 2020	40,096	19,653	59,749	59,749

	← 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	-	(665)	(665)	(665)
At 1 January 2019, as restated	40,096	16,519	56,615	56,615
Profit for the period	-	3,832	3,832	3,832
Other comprehensive income	-	-	-	-
Total comprehensive income	-	3,832	3,832	3,832
Transactions with owners				
Dividend paid	-	(2,475)	(2,475)	(2,475)
Total transaction with owners	-	(2,475)	(2,475)	(2,475)
At 30 June 2019	40,096	17,876	57,972	57,972

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 6 months ended 30 June 2020 RM'000 (Unaudited)	For the 6 months ended 30 June 2019 RM'000 (Unaudited)
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax	444	5,850
Adjustments for:		
Depreciation of property, plant and equipment	3,987	4,085
Depreciation of right-of-use assets	12,679	9,391
Lease interest expense	1,609	1,104
Lease interest income	(301)	-
Other non-cash items	1,671	1,926
Operating profit before working capital changes	20,089	22,356
Changes in inventories	(1,428)	(3,835)
Changes in trade and other receivables	5,353	1,014
Changes in trade and other payables	(35)	(2,917)
Cash generated from operations	23,979	16,618
Tax refunded	-	1
Income taxes paid	(1,541)	(1,667)
Net cash generated from operating activities	22,438	14,952
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(1,433)	(787)
Proceeds from disposal of property, plant and equipment	60	11
Purchase of other investment	-	(210)
Interest received	94	95
Dividend received from an associate	-	105
Net cash used in investing activities	(1,279)	(786)
CASH FLOWS FROM FINANCING ACTIVITIES		
Interest paid	(1,018)	(1,186)
Placement of fixed deposits pledged to licensed banks	(66)	(2,128)
Net (repayment)/Drawdown of banker's acceptance	(3,682)	532
Net repayment of hire purchase	-	(3,616)
Net repayment of term loan	(360)	(747)
Net drawdown/(Repayment) of revolving credit	8	(2,961)
Payments of lease liabilities	(15,185)	-
Dividend paid	(2,200)	(2,475)
Net cash used in financing activities	(22,503)	(12,581)
Net (decrease)/increase in cash and cash equivalents	(1,344)	1,585
Cash and cash equivalents at beginning of year	8,205	1,533
Cash and cash equivalents at end of period	6,861	3,118

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

	For the 6 months ended 30 June 2020 RM'000 (Unaudited)	For the 6 months ended 30 June 2019 RM'000 (Unaudited)
<i>Cash and cash equivalents comprise:</i>		
Cash and bank balances	7,710	3,115
Fixed deposits with licensed banks	6,263	7,467
	<hr/> 13,973	<hr/> 10,582
Less : Bank overdraft included in borrowings	(2,603)	(1,028)
	<hr/> 11,370	<hr/> 9,554
Less : Fixed deposits pledged to licensed banks	(4,509)	(6,436)
	<hr/> 6,861	<hr/> 3,118

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.

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Notes to the Interim Financial Report for the second quarter ended 30 June 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 2019, except for the adoption of the following standards applicable to the Group's financial year beginning 1 January 2019.

Title	Effective Date
MFRS 16 <i>Leases</i>	1 January 2019
Amendments to MFRS 3 <i>Annual Improvements to MFRS Standards 2015 - 2017 Cycle</i>	1 January 2019
Amendments to MFRS 9 <i>Prepayment Features with Negative Compensation</i>	1 January 2019
Amendments to MFRS 11 <i>Annual Improvements to MFRS Standards 2015 - 2017 Cycle</i>	1 January 2019
Amendments to MFRS 112 <i>Annual Improvements to MFRS Standards 2015 - 2017 Cycle</i>	1 January 2019
Amendments to MFRS 119 <i>Plan Amendment, Curtailment or Settlement</i>	1 January 2019
Amendments to MFRS 123 <i>Annual Improvements to MFRS Standards 2015 - 2017 Cycle</i>	1 January 2019
Amendments to MFRS 128 <i>Long-term Interests in Associates and Joint Ventures</i>	1 January 2019
IC Interpretation 23 <i>Uncertainty over Income Tax Treatments</i>	1 January 2019

The initial application of the aforesaid applicable standards, amendments or interpretations, except for MFRS 16 Leases, the impact of which has been disclosed in this announcement, are not expected to have any material financial impact to the current financial year upon their initial adoption.

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

Title	Effective Date
Amendments to References to the Conceptual Framework in MFRS Standards	1 January 2020
Amendments to MFRS 3 <i>Definition of a Business</i>	1 January 2020
Amendments to MFRS 101 and MFRS 108 <i>Definition of Material</i>	1 January 2020
Amendments to MFRS 9, MFRS 139 and MFRS 7 <i>Interest Rate Benchmark Reform</i>	1 January 2020
MFRS 17 <i>Insurance Contracts</i>	1 January 2021
Amendments to MFRS 10 and MFRS 128 <i>Sale or Contribution of Assets between an Investor and its Associates or Joint Venture</i>	Deferred

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Notes to the Interim Financial Report for the second quarter ended 30 June 2020

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

A1. Basis of preparation (cont'd)

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.

The initial application of the accounting standards, amendments and interpretations that are effective from 1 January 2019 do not have any material financial impacts to the current and prior financial year of the Company.

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

No dividend was paid in the current quarter.

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.

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Notes to the Interim Financial Report for the second quarter ended 30 June 2020

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 period ended 30 June 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	56,918	1,436	7,676	2,551	68,581
Less : Inter-segment	(4)	-	(2)	(2,200)	(2,206)
	<u>56,914</u>	<u>1,436</u>	<u>7,674</u>	<u>351</u>	<u>66,375</u>
Segment results					
Interest income	2,854	583	(509)	1,978	4,906
Interest expense	660	77	18	11	766
Interest expense	(2,455)	-	(528)	(14)	(2,997)
Share of loss in associates	(3)	-	-	-	(3)
	<u>1,056</u>	<u>660</u>	<u>(1,019)</u>	<u>1,975</u>	<u>2,672</u>
Less : Inter-segment	(324)	(77)	373	(2,200)	(2,228)
Profit/(Loss) before tax	<u>732</u>	<u>583</u>	<u>(646)</u>	<u>(225)</u>	<u>444</u>
Assets					
Segment assets	192,515	4,672	12,996	50,287	260,470
Investment in associates	742	-	-	-	742
	<u>193,257</u>	<u>4,672</u>	<u>12,996</u>	<u>50,287</u>	<u>261,212</u>
Less : Inter-segment	(15,525)	(4,137)	-	(48,154)	(67,816)
Total assets	<u>177,732</u>	<u>535</u>	<u>12,996</u>	<u>2,133</u>	<u>193,396</u>
Liabilities					
Segment liabilities	123,052	2,337	27,772	1,292	154,453
Less : Inter-segment	(752)	(913)	(18,701)	(575)	(20,941)
Total liabilities	<u>122,300</u>	<u>1,424</u>	<u>9,071</u>	<u>717</u>	<u>133,512</u>

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Notes to the Interim Financial Report for the second quarter ended 30 June 2020

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 period ended 30 June 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	80,975	1,977	8,087	5,493	96,532
Less : Inter-segment	-	-	(7)	(4,900)	(4,907)
	<u>80,975</u>	<u>1,977</u>	<u>8,080</u>	<u>593</u>	<u>91,625</u>
Segment results					
Interest income	7,175	1,032	(124)	4,781	12,864
Interest expense	362	77	21	8	468
Interest expense	(2,149)	-	(497)	(16)	(2,662)
Share of profit in associates	178	-	-	-	178
Share of loss in joint venture	-	-	(86)	-	(86)
	<u>5,566</u>	<u>1,109</u>	<u>(686)</u>	<u>4,773</u>	<u>10,762</u>
Less : Inter-segment	(285)	(75)	346	(4,898)	(4,912)
Profit/(Loss) before tax	<u>5,281</u>	<u>1,034</u>	<u>(340)</u>	<u>(125)</u>	<u>5,850</u>
Assets					
Segment assets	180,252	4,972	12,215	51,078	248,517
Investment in associates	771	-	-	-	771
Investment in joint venture	-	-	72	-	72
	<u>181,023</u>	<u>4,972</u>	<u>12,287</u>	<u>51,078</u>	<u>249,360</u>
Less : Inter-segment	(15,089)	(3,942)	-	(48,573)	(67,604)
Total assets	<u>165,934</u>	<u>1,030</u>	<u>12,287</u>	<u>2,505</u>	<u>181,756</u>
Liabilities					
Segment liabilities	111,055	4,533	24,754	1,442	141,784
Less : Inter-segment	(1,128)	(1,255)	(17,933)	(574)	(20,890)
Total liabilities	<u>109,927</u>	<u>3,278</u>	<u>6,821</u>	<u>868</u>	<u>120,894</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 second quarter ended 30 June 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 30 June 2020 are as follows:

	As at 30-06-20 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	170	2
- Approved but not contracted for	-	-
	<u>170</u>	<u>2</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	
	30-06-20 RM'000	30-06-19 RM'000	30-06-20 RM'000	30-06-19 RM'000
Sale of eyewear and eye care products	6	294	142	521
Licensing fee	8	38	38	77
Rental of premises	60	60	120	120

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 second quarter ended 30 June 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

6-month ended 30 June 2020

Group revenue at RM66.4 million was 27% lower compared with RM91.6 million of the corresponding period. The decrease in Group revenue was mainly attributed to lower sales attained by all three (3) businesses as a result of closure of all retail outlets due to the COVID-19 lock down from 18th March 2020 to 3rd May 2020. Hence, the Group recorded profit before tax at RM0.4 million compared with RM5.8 million of the corresponding period. Consequently, the Group also recorded loss after tax of RM0.1 million, which is much lower compared to profit after tax of RM3.8 million of the corresponding period.

Optical and related products segment

Optical and related products segment recorded lower revenue at RM56.9 million compared with RM81.0 million of the corresponding period, representing a decrease of 30%. Profit before tax ("PBT") at RM0.7 million was 86% lower compared with RM5.3 million of the corresponding period. The decrease in PBT was attributed to attainment of lower revenue as a result of closure of all retail outlets due to COVID 19 lock down from 18th March 2020 to 3rd May 2020.

Franchise management segment

Revenue at RM1.4 million was 27% lower compared to RM2.0 million of the corresponding period and profit before tax at RM0.6 million was 44% lower compared to RM1.0 million of the corresponding period.

Food and beverage segment

This segment recorded revenue at RM7.7 million, 5% lower compared with RM8.1 million of the corresponding period and recorded loss before tax ("LBT") at RM0.6 million as compared with LBT of RM0.3 million of the corresponding period as a result of closure of all retail outlets due to COVID-19 lock down from 18th March 2020 to 3rd May 2020.

3-month ended 30 June 2020

Group revenue at RM26.8 million was 42% lower compared with RM45.9 million of the corresponding quarter, attributed to lower revenue attained by all three (3) businesses. For Group loss before tax, it was recorded at RM2.0 million, 177% lower compared with profit before tax of RM2.6 million of the corresponding quarter, attributed mainly to lower performance in operating results of the three (3) businesses as a result of closure of all retail outlets due to COVID-19 lock down from 18th March 2020 to 3rd May 2020.

B2. Comparison with immediate preceding quarter's results

Group revenue at RM26.8 million was 32% lower compared with RM39.6 million of the immediate preceding quarter mainly due to lower sales attained by all three (3) businesses as a result of closure of all retail outlets due to COVID-19 lock down from 18th March 2020 to 3rd May 2020. Consequently, the Group registered loss before tax at RM2.0 million, 182% lower compared with RM2.5 million of the immediate preceding quarter in view of operating losses attained by the optical and related products as well as food and beverage businesses.

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Notes to the Interim Financial Report for the second quarter ended 30 June 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

It has been an unprecedented time for many companies as the COVID-19 pandemic's lockdown inflicted a major blow to the Malaysia's economy.

The war against the pandemic is far from over. We will continue to stay vigilant and have taken the necessary measures to minimize our operational cost and safeguard our employees' well-being. In July 2020, we saw signs of recovery in demand while the Country's border remain closed. We anticipate that the economic activities will gradually improve and normalise in the second half of 2020.

In the meantime, we will continue to work on the following:-

- maintain adequate company liquidity;
- control and prioritise our inventory needs to improve cash flow management;
- offer attractive sales promotion;

We remain cautiously optimistic of our financial performance moving forward.

B4. Financial estimate, forecast, projection or internal target

This is not applicable to the Group.

B5. (Loss)/Profit before tax

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

	Individual quarter		Cumulative quarter	
	30-06-20 RM'000	30-06-19 RM'000	30-06-20 RM'000	30-06-19 RM'000
Depreciation of property, plant and equipment	1,991	2,076	3,987	4,085
Depreciation of right-of-use assets	4,974	9,391	12,679	9,391
Lease interest expense	298	1,104	1,609	1,104
Lease interest income	(151)	-	(301)	-
Bad debts written off	-	15	-	30
Impairment loss/(Reversal of impairment loss) on				
trade and other receivables	9	(49)	9	(218)
Inventories written off	71	121	178	232
Inventories written down	125	121	250	242
(Gain)/Loss on disposal of property, plant and equipment	-	6	(48)	25
Impairment loss on property, plant and equipment	-	158	-	158
Property, plant and equipment written-off	-	336	334	449
Realised gain on foreign currency transactions (net)	64	24	63	1
Net fair value gain on derivative	-	-	-	-

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Notes to the Interim Financial Report for the second quarter ended 30 June 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	
	30-06-20 RM'000	30-06-19 RM'000	30-06-20 RM'000	30-06-19 RM'000
Current tax:				
Current	78	1,068	839	2,122
Deferred tax:				
Current	(182)	(93)	(275)	(104)
Total	(104)	975	564	2,018

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

There was no corporate proposal announced but not completed as at the date of this interim financial report.

B8. Borrowings

	As at 30-06-20 RM'000	As at 31-12-19 RM'000
Short term		
Secured:		
Banker's acceptance	11,465	15,147
Bank overdraft	2,603	1,018
Term loan	1,299	1,482
Revolving credit	2,033	2,025
	<u>17,400</u>	<u>19,672</u>
Long term		
Secured:		
Term loan	7,814	7,991
	<u>7,814</u>	<u>7,991</u>
Total borrowings	<u>25,214</u>	<u>27,663</u>

The above borrowings were denominated in Ringgit Malaysia.

The Company has reclassified hire purchase to lease liabilities in accordance to adoption of MFRS 16, *Leases* beginning 1 January 2019.

B9. Material litigation

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

B10. Dividend

No dividend was declared in the current quarter.

FOCUS POINT

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

Notes to the Interim Financial Report for the second quarter ended 30 June 2020

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

B11. (Loss)/Earnings per share

Basic (loss)/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	
	30-06-20	30-06-19	30-06-20	30-06-19
(Loss)/Profit attributable to owners of the Parent (RM'000)	(1,932)	1,683	(120)	3,832
Weighted average number of ordinary shares in issue ('000)	197,083	197,083	197,083	197,083
Basic (loss)/earnings per share (sen) for : (Loss)/Profit for the period	(0.98)	0.85	(0.06)	1.94

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 25 August 2020.