

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

CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME (The figures have not been audited)

	Individual quarter		Cumulative quarter	
	31-3-17 RM'000	31-3-16 RM'000	31-3-17 RM'000	31-3-16 RM'000
Revenue	40,629	43,134	40,629	43,134
Cost of sales	(16,671)	(17,708)	(16,671)	(17,708)
Gross profit	23,958	25,426	23,958	25,426
Other income	1,179	1,003	1,179	1,003
Selling and distribution expenses	(8,581)	(9,002)	(8,581)	(9,002)
Administrative and general expenses	(16,153)	(15,964)	(16,153)	(15,964)
Interest expense	(617)	(543)	(617)	(543)
Interest income	106	109	106	109
Share of profit in associates	125	115	125	115
Profit before tax	17	1,144	17	1,144
Tax expense	(373)	(615)	(373)	(615)
(Loss)/Profit for the period	(356)	529	(356)	529
(Loss)/Profit attributable to:				
Owners of the Parent	(357)	555	(357)	555
Non-controlling interests	1	(26)	1	(26)
	(356)	529	(356)	529
Total comprehensive (loss)/profit attributable to:				
Owners of the Parent	(357)	555	(357)	555
Non-controlling interests	1	(26)	1	(26)
	(356)	529	(356)	529
(Loss)/Profit per share attributable to owners of the Parent:				
Basic (sen)	(0.22)	0.34	(0.22)	0.34
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 2016 and the accompanying explanatory notes attached to the interim financial report.

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

CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION

(The figures have not been audited)

	As at 31-3-17 RM'000 (Unaudited)	As at 31-12-16 RM'000 (Audited)
<u>ASSETS</u>		
Non-current assets		
Property, plant and equipment	48,450	48,470
Investments in associates	716	696
Investments in joint venture	300	-
Deferred tax assets	306	306
Trade and other receivables	198	230
	49,970	49,702
Current assets		
Inventories	45,310	46,412
Derivative assets	-	40
Trade and other receivables	21,660	24,635
Current tax assets	79	70
Cash and bank balances	9,927	12,485
	76,976	83,642
TOTAL ASSETS	126,946	133,344
<u>EQUITY AND LIABILITIES</u>		
Equity attributable to owners of the Parent		
Share capital	33,000	33,000
Reserves	19,445	19,802
	52,445	52,802
Non-controlling interests	-	(6)
TOTAL EQUITY	52,445	52,796
Non-current liabilities		
Borrowings	12,777	14,003
Deferred income	1,204	1,062
Deferred tax liabilities	2,006	2,006
	15,987	17,071
Current liabilities		
Borrowings	29,288	30,664
Trade and other payables	28,505	32,148
Deferred income	452	490
Current tax liabilities	269	174
Derivative liabilities	-	1
	58,514	63,477
TOTAL LIABILITIES	74,501	80,548
TOTAL EQUITY AND LIABILITIES	126,946	133,344
Net assets per share attributable to owners of the Parent (sen)	31.78	32.00

The condensed consolidated statements of financial position should be read in conjunction with the audited financial statements for the financial year ended 31 December 2016 and the accompanying explanatory notes attached to the interim financial report.

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CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY (The figures have not been audited)

	←— Attributable to owners of the Parent —→					
	← Non-distributable →			Distributable		
	Share capital RM'000	Share premium RM'000	Retained earnings RM'000	Total RM'000	Non- controlling interests RM'000	Total equity RM'000
At 1 January 2017	33,000	7,096	12,706	52,802	(6)	52,796
(Loss)/profit for the period	-	-	(357)	(357)	1	(356)
Other comprehensive (loss)/income	-	-	-	-	-	-
Total comprehensive (loss)/income	-	-	(357)	(357)	1	(356)
Transactions with owners						
Disposal of non-controlling interest of a subsidiary	-	-	-	-	5	5
Total transaction with owners	-	-	-	-	5	5
At 31 March 2017	33,000	7,096	12,349	52,445	-	52,445

	←— Attributable to owners of the Parent —→					
	← Non-distributable →			Distributable		
	Share capital RM'000	Share premium RM'000	Retained earnings RM'000	Total RM'000	Non- controlling interests RM'000	Total equity RM'000
At 1 January 2016	33,000	7,096	13,987	54,083	(110)	53,973
Profit/(loss) for the period	-	-	555	555	(26)	529
Other comprehensive income/(loss)	-	-	-	-	-	-
Total comprehensive income/(loss)	-	-	555	555	(26)	529
Transactions with owners	-	-	-	-	-	-
At 31 March 2016	33,000	7,096	14,542	54,638	(136)	54,502

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 2016 and the accompanying explanatory notes attached to the interim financial report.

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

CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS

(The figures have not been audited)

	For the 3 months ended 31 March 2017 RM'000	For the 3 months ended 31 March 2016 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax	17	1,144
Adjustments for:		
Depreciation	1,991	1,876
Other non-cash items	712	706
Operating profit before working capital changes	2,720	3,726
Changes in inventories	894	1,813
Changes in trade and other receivables	2,803	503
Changes in trade and other payables	(3,295)	(2,300)
Cash generated from operations	3,122	3,742
Tax refunded	1	-
Income taxes paid	(288)	(587)
Net cash generated from operating activities	2,835	3,155
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(1,114)	(2,328)
Proceeds from disposal of property, plant and equipment	41	-
Interest received	69	80
Dividend received from an associate	105	70
Net cash inflow from disposal of a subsidiary	21	-
Investment in a joint venture	(300)	-
Net cash used in investing activities	(1,178)	(2,178)
CASH FLOWS FROM FINANCING ACTIVITIES		
Interest paid	(617)	(543)
Uplift/(placement) of fixed deposits pledged to licensed banks	3,314	(52)
Net (repayment)/drawdown of banker's acceptance	(1,646)	1,802
Net repayment of hire purchase	(215)	(1,734)
Net (repayment)/drawdown of term loan	(353)	1,461
Drawdown of revolving credit	1,491	-
Net cash from financing activities	1,974	934
Net increase in cash and cash equivalents	3,631	1,911
Cash and cash equivalents at beginning of year	(2,230)	(177)
Cash and cash equivalents at end of period	1,401	1,734

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

	For the 3 months ended 31 March 2017 RM'000	For the 3 months ended 31 March 2016 RM'000
<i>Cash and cash equivalents comprise:</i>		
Cash and bank balances	4,018	5,761
Fixed deposits with licensed banks	5,909	7,260
	9,927	13,021
Less : Bank overdraft included in borrowings	(3,167)	(4,577)
	6,760	8,444
Less : Fixed deposits pledged to licensed banks	(5,359)	(6,710)
	1,401	1,734

The condensed consolidated statements of cash flows should be read in conjunction with the audited financial statements for the financial year ended 31 December 2016 and the accompanying explanatory notes attached to the interim financial report.

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

Notes to the Interim Financial Report for the first quarter ended 31 March 2017

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 2016.

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 2016, except for the adoption of the following standards applicable to the Group's financial year beginning 1 January 2017.

Title	Effective Date
Amendments to MFRS 12 <i>Annual Improvements to MFRS Standards 2014 – 2016 Cycle</i>	1 January 2017
Amendments to MFRS 107 <i>Disclosure Initiative</i>	1 January 2017
Amendments to MFRS 112 <i>Recognition of Deferred Tax Assets for Unrealised Losses</i>	1 January 2017

The initial application of the aforesaid applicable standards, amendments or interpretations 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 MFRS 1 <i>Annual Improvements to MFRS Standards 2014 - 2016 Cycle</i>	1 January 2018
MFRS 9 <i>Financial Instruments (IFRS 9 as issued by IASB in July 2014)</i>	1 January 2018
MFRS 15 <i>Revenue from Contracts with Customers</i>	1 January 2018
Clarifications to MFRS 15	1 January 2018
Amendments to MFRS 2 <i>Classification and Measurement of Share-based Payment Transactions</i>	1 January 2018
Amendments to MFRS 128 <i>Annual Improvements to MFRS Standards 2014 - 2016 Cycle</i>	1 January 2018
Amendments to MFRS 140 <i>Transfers of Investment Property</i>	1 January 2018
IC Interpretation 22 <i>Foreign Currency Transactions and Advance Consideration</i>	1 January 2018
Amendments to MFRS 4 Applying MFRS 9 Financial Instruments with MFRS 4 Insurance contracts	See MFRS 4 Paragraphs 46 and 48
MFRS 16 <i>Leases</i>	1 January 2019
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

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Notes to the Interim Financial Report for the first quarter ended 31 March 2017

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

A2. Auditors' reports

The auditors' report on the audited financial statements of the Group for the financial year ended 31 December 2016 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 during the 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 first quarter ended 31 March 2017

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 31 March 2017 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	36,143	862	3,365	312	40,682
Inter-segment revenue	(49)	-	(4)	-	(53)
External revenue	36,094	862	3,361	312	40,629
Segment results					
Interest income	1,614	(119)	(1,041)	(51)	403
Interest expense	94	1	8	3	106
Interest expense	(555)	-	(62)	-	(617)
Share of profit of associates	125	-	-	-	125
Profit/(Loss) before tax	1,278	(118)	(1,095)	(48)	17
Assets					
Segment assets	111,722	1,540	11,336	1,247	125,845
Investments in associates	716	-	-	-	716
Total assets	112,438	1,540	11,336	1,247	126,561
Liabilities					
Segment liabilities	64,446	2,234	5,433	113	72,226
Total liabilities	64,446	2,234	5,433	113	72,226

The segmental information for the financial period ended 31 March 2016 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	37,858	967	4,155	275	43,255
Inter-segment revenue	(105)	(13)	(3)	-	(121)
External revenue	37,753	954	4,152	275	43,134
Segment results					
Interest income	2,603	19	(1,068)	(91)	1,463
Interest income	93	2	11	3	109
Interest expense	(457)	-	(85)	(1)	(543)
Share of profit of associates	115	-	-	-	115
Profit/(Loss) before tax	2,354	21	(1,142)	(89)	1,144
Assets					
Segment assets	106,361	1,624	14,372	1,290	123,647
Investments in associates	730	-	-	-	730
Total assets	107,091	1,624	14,372	1,290	124,377
Liabilities					
Segment liabilities	58,516	2,515	6,696	175	67,902
Total liabilities	58,516	2,515	6,696	175	67,902

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Notes to the Interim Financial Report for the first quarter ended 31 March 2017

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

A8. Segmental reporting (cont'd)

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.

A10. Commitment

(a) Operating lease commitment

The Group entered into non-cancellable lease agreements for business premises, hence resulting in future rental commitment. The Group has aggregate future minimum lease commitment as at the end of the current quarter as follows :-

	As at 31-3-17 RM'000	As at 31-12-16 RM'000
Branches		
Not later than one (1) year	30,956	30,387
Later than one (1) year and not later than five (5) years	28,520	36,292
	59,476	66,679
Franchisees		
Not later than one (1) year	4,945	5,203
Later than one (1) year and not later than five (5) years	1,989	2,254
	6,934	7,457

The Group has back-to-back arrangements with its franchisees on the rented business premises whereby the Group enters into rental agreements with the respective landlords and thereafter sub-leases these business premises to its franchisees. The rental expense for these business premises are borne by its franchisees. Furthermore, it should be noted that in the event of any default in any rental payment by the Group's franchisees, the franchisees are bound and the Group's interests are protected by the terms and conditions stated in the respective franchise agreements.

(b) Capital commitment

	As at 31-3-17 RM'000	As at 31-12-16 RM'000
Capital expenditure in respect of purchase of property, plant and equipment		
- Contracted but not provided for	3,878	4,045
- Approved but not contracted for	-	-
	3,878	4,045

This represents capital commitment in respect of properties and outlets' renovation.

FOCUS POINT HOLDINGS BERHAD (Company No. : 884238-U)**Notes to the Interim Financial Report for the first quarter ended 31 March 2017****Part A - Explanatory notes pursuant to Malaysian Financial Reporting Standard ("MFRS") 134 : Interim Financial Reporting****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

On 1 March 2017, Esprit Shoppe Sdn Bhd ("ESSB") a wholly-owned subsidiary of Focus Point Vision Care Group Sdn Bhd which in turn is a wholly-owned subsidiary of the Company, entered into a Share Sale and Purchase Agreement with Ng Weng Leang and Foo Tee Kheong for the disposal of Esprit Shoppe Sdn Bhd's entire investment in Optolab Sdn Bhd ("OSB") comprising 30,000 ordinary issued shares, representing 60% of the equity shares in OSB, at a cash consideration of RM30,000.00. Since then, OSB ceased to be a subsidiary of ESSB.

On 27 March 2017, Multiple Reward Sdn Bhd, a wholly-owned subsidiary of the Company, entered into a Shareholders' Agreement with Choo Puay Sim and Blesilda Arquiza Choo to undertake a joint venture to carry on the business of operating one or more bakery under the brandname of "Komugi". The intended business activities would be undertaken by a joint venture company, namely Majestic Ring Sdn Bhd ("MRSB") set-up among the three (3) parties. MRSB is 50% owned by Multiple Reward Sdn Bhd.

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	
	31-3-17	31-3-16	31-3-17	31-3-16
	RM'000	RM'000	RM'000	RM'000
Sale of eyewear and eye care products	384	446	384	446
Licensing fee	40	40	40	40
Rental of premises	60	88	60	88
Purchase of beers and alcoholic drinks	-	2	-	2
Purchase of transportation service	-	1	-	1

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.

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

Notes to the Interim Financial Report for the first quarter ended 31 March 2017

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

3-month ended 31 March 2017

Group revenue at RM40.6 million was 6% lower compared with RM43.1 million of the corresponding quarter. The decrease in revenue was mainly attributed to lower contribution from the optical and related products segment. The Group recorded profit before tax (“PBT”) at RM0.02 million compared with RM1.1 million of the corresponding quarter. Decrease in PBT due mainly to lower contribution from the optical and related products segment. Consequently, the Group recorded loss after tax of RM0.4 million compared with profit after tax at RM0.5 million of the corresponding quarter.

Optical and related products segment

Optical and related products segment recorded revenue at RM36.1 million compared with RM37.8 million of the corresponding quarter, a decrease of 4%. The decrease in revenue was mainly attributed to lower wholesales to franchise outlets. The segment registered lower profit before tax (“PBT”) at RM1.3 million compared with RM2.4 million of the corresponding quarter. The decrease in PBT was mainly attributed to lower revenue and higher operating expenses.

Franchise management segment

Revenue at RM0.86 million was lower by 10% compared with RM0.95 million of the corresponding quarter. The decline in revenue was attributed mainly to lower royalty fee income as a result of lower retail sales attained by franchisees. The segment recorded loss before tax at RM0.1 million compared with profit before tax at RM0.02 million of the corresponding quarter due to lower revenue attained and higher management fee charged by the optical and related products segment.

Food and beverage segment

The segment recorded revenue at RM3.4 million, 19% lower compared with RM4.2 million of the corresponding quarter. The decline in revenue was owing mainly to intense competition faced by the Komugi brand and exit of the restaurant business.

Loss before tax at RM1.1 million was in line with the corresponding quarter.

B2. Comparison with immediate preceding quarter's results

Group revenue at RM40.6 million was consistent with RM40.7 million of the immediate preceding quarter. The Group registered profit before tax of RM0.02 million compared with RM2.0 million of the immediate preceding quarter due mainly to lower contribution from the optical and related products segment.

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Notes to the Interim Financial Report for the first quarter ended 31 March 2017

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

As far as the optical business is concerned, the Group will stay focus as we grow, and much emphasis will be placed on branding and positioning for long-term sustainability as well as productivity. The Group shall selectively carry on tactical marketing strategies to compete and enhance awareness of the “Focus Point” brands. Expanding our doors at the right locations and at the same time consolidating non-performing outlets would continue to be carried out. Importantly, cost containment exercise would also be carried out to maintain the profitability of the business.

As to the food & beverage business is concerned, it would be another year of strengthening its operation and cost saving in order to further improve the results thereon.

Premised upon the above, the Group will strive to improve its results for 2017.

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	
	31-3-17 RM'000	31-3-16 RM'000	31-3-17 RM'000	31-3-16 RM'000
Depreciation	1,991	1,876	1,991	1,876
Bad debts written off	-	-	-	-
Impairment loss on trade and other receivables	-	-	-	-
Inventories written off	95	105	95	105
Inventories written down	99	114	99	114
Loss/(gain) on disposal of quoted or unquoted investments	-	-	-	-
Gain on disposal of a subsidiary	(68)	-	(68)	-
Loss on disposal of property, plant and equipment	40	-	40	-
Impairment loss on property, plant and equipment	-	-	-	-
Property, plant and equipment written-off	54	105	54	105
Realised loss on foreign currency transactions (net)	76	57	76	57
Unrealised loss on derivatives	39	34	39	34
Exceptional items	-	-	-	-

B6. Income tax expense

	Individual quarter		Cumulative quarter	
	31-3-17 RM'000	31-3-16 RM'000	31-3-17 RM'000	31-3-16 RM'000
Current tax:				
Current	373	615	373	615
Deferred tax:				
Current	-	(5)	-	(5)
Prior year	-	5	-	5
	-	-	-	-
Total	373	615	373	615

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Notes to the Interim Financial Report for the first quarter ended 31 March 2017

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

The Group effective current tax rates for 2017 and 2016 were higher than prima facie tax rate due principally to absence of full group relief, 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 31-3-17 RM'000	As at 31-12-16 RM'000
Short term		
Secured:		
Banker's acceptance	14,746	16,392
Bank overdraft	3,167	6,042
Term loan	2,953	1,436
Hire purchase	5,916	5,779
Revolving credit	2,506	1,015
	29,288	30,664
Long term		
Secured:		
Term loan	7,173	8,668
Hire purchase	5,604	5,335
	12,777	14,003
Total borrowings	42,065	44,667

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

No dividend was declared in the current quarter.

B11. (Loss)/Earnings per share

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

	Individual quarter		Cumulative quarter	
	31-3-17	31-3-16	31-3-17	31-3-16
(Loss)/profit attributable to owners of the Parent (RM'000)	(357)	555	(357)	555
Weighted average number of ordinary shares in issue ('000)	165,000	165,000	165,000	165,000
Basic (loss)/earnings per share (sen)	(0.22)	0.34	(0.22)	0.34

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

Notes to the Interim Financial Report for the first quarter ended 31 March 2017

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

B12. Disclosure of realised and unrealised profits

The breakdown of the retained profits of the Group as at 31 March 2017, into realised and unrealised profits/losses is as follows:-

	As at 31-3-17 RM'000	As at 31-12-16 RM'000
Total retained profits of the Group :		
- Realised	30,655	30,876
- Unrealised	(1,700)	(1,700)
	28,955	29,176
Total share of retained profits from associates :		
- Realised	130	401
- Unrealised	(5)	(5)
	125	396
Total	29,080	29,572
Less : Consolidation adjustments	(16,731)	(16,866)
Total retained profits of the Group	12,349	12,706

The determination of realised and unrealised profits or losses is compiled based on Guidance of Special Matter No.1, *Determination of Realised and Unrealised Profits or Losses in the Context of Disclosure Pursuant to Bursa Securities Main Market Listing Requirements*, issued by the Malaysian Institute of Accountants on 20 December 2010.

The disclosure of realised and unrealised profits or losses above is solely for complying with the disclosure requirements stipulated in the directive of Bursa Malaysia Securities Berhad and should not be applied for any other purposes.

B13. 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 23 May 2017.