



GH SYSTEMS BERHAD
CONSOLIDATED CASH FLOW STATEMENT
QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2007
THE FIGURES HAVE NOT BEEN AUDITED

	CURRENT YEAR QUARTER 31.12.2007 RM	CUMULATIVE QUARTER PRECEDING YEAR CORRESPONDING QUARTER 31.12.2006 RM
Cash Flows From Operating Activities		
Profit before taxation	470,899	9,176,510
Adjustment for:		
Reversal of doubtful debts	-	3,756,569
Amortisation of goodwill	342,329	
Bad debt written off	25,708	
Depreciation of property, plant & equipment	7,391,113	3,894,266
Amortisation of prepaid land lease payments	16,414	
Loss on disposal of property, plant & equipment	71,440	(6,722)
Share based payments	232,554	300,215
Interest income	(499,109)	(400,010)
Interest expenses	298,298	409,845
Reserve on consolidation written off		(65,157)
Foreign currency translation reserve	(232,501)	53,457
Property, plant & equipments written off	6,387	39,312
Gain on disposal of associated company	(2,522,699)	(159,650)
Share of profit in associated companies		(979,508)
Operating profit before working capital changes	<u>5,600,833</u>	<u>16,019,127</u>
(Increase)/Decrease in working capital		
Inventories	(4,260,910)	(4,531,059)
Trade and other receivables	371,374	3,182,559
Trade and other payables	(3,920,510)	2,172,441
Amount owing by associated company	-	220,538
	<u>(7,810,046)</u>	<u>1,044,479</u>
Cash generated from operations	(2,209,213)	17,063,606
Interest received	499,109	400,010
Interest paid	(298,298)	(409,845)
Tax paid	(105,719)	(145,015)
Exchange fluctuation adjustment	142,357	20,348
	<u>237,449</u>	<u>(134,502)</u>
Net cash from operating activities	(1,971,764)	16,929,104
Cash Flows From Investing Activities		
Purchase of property, plant and equipment	(10,073,125)	(17,447,350)
Proceeds from disposal of property, plant & equipment	5,573,459	36,600
Proceed from disposal of associated company	7,030,000	570,000
Additional investment in subsidiaries company	(387,872)	-
Proceeds from disposal of marketable securities	(575,426)	(16,259)
Net cash outflow from acquisition of subsidiary companies	-	387,458
Net cash outflow from acquisition of quoted shares	-	-
Net cash from/(used in) investing activities	<u>1,567,036</u>	<u>(16,469,551)</u>
Cash Flows From Financing activities		
Proceeds from issue of shares	656,647	2,405,368
Increased/ (Decrease) of LC	5,695,503	-
Drawdown of hire purchase	-	-
Repayment of hire purchase payables	(170,824)	(465,929)
Repayment of borrowings	(874,014)	(2,427,588)
(Increased)/ Decrease of fixed deposit pledge	681,590	(307,928)
Dividend paid to shareholders	(629,576)	-
Net cash used in financing activities	<u>5,359,326</u>	<u>(796,077)</u>
Net increase in cash and cash equivalents	4,954,598	(336,524)
Cash and cash equivalents at beginning of financial year	<u>17,112,844</u>	<u>17,449,368</u>
Cash and cash equivalents at end of financial year	<u>22,067,442</u>	<u>17,112,844</u>
Cash and cash equivalents at end of year comprises:		
Cash and bank balances	11,407,540	10,280,757
Fixed deposits placed with licensed banks	13,486,240	10,340,015
	<u>24,893,780</u>	<u>20,620,772</u>
Less: Fixed deposits pledged to licensed banks	(2,826,338)	(3,507,928)
	<u>22,067,442</u>	<u>17,112,844</u>

(The Condensed Consolidated Cash Flow Statement should be read in conjunction with Audited Financial Statements for the year ended 31 December 2006)