



GH SYSTEMS BERHAD
CONSOLIDATED CASH FLOW STATEMENT
QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FIRST QUARTER ENDED 31 MARCH 2008
THE FIGURES HAVE NOT BEEN AUDITED

	CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER 31.03.08 RM	PRECEDING YEAR CORRESPONDING QUARTER 31.03.07 RM
Cash Flows From Operating Activities		
(Loss)/ Profit before taxation	(491,960)	1,882,558
Adjustment for:		
Reversal of doubtful debts	-	(250,112)
Depreciation of property, plant & equipment	1,930,452	1,803,416
Gain on disposal of property, plant & equipment	(343)	-
Property, plant & equipments written off	1,518	-
Interest income	(102,309)	(39,773)
Interest expenses	36,663	61,302
Reserve on consolidation written off	-	(25,423)
Allowance for doubtful debts	14,155	-
Share of profit in associated companies	-	(261,447)
Operating profit before working capital changes	<u>1,388,176</u>	<u>3,170,521</u>
(Increase)/Decrease in working capital		
Inventories	<u>(6,781,099)</u>	<u>(187,170)</u>
Trade and other receivables	4,771,919	1,418,527
Trade and other payables	<u>(1,318,356)</u>	<u>(5,680,333)</u>
	<u>(3,327,536)</u>	<u>(4,448,976)</u>
Cash used in operations	(1,939,360)	(1,278,455)
Interest received	102,309	39,773
Interest paid	(36,663)	(61,302)
Tax paid	(180,093)	(83,980)
Exchange fluctuation adjustment	8,706	(36,042)
	<u>(105,741)</u>	<u>(141,551)</u>
Net cash used in operating activities	(2,045,101)	(1,420,006)
Cash Flows From Investing Activities		
Purchase of property, plant and equipment	(1,088,699)	(1,669,149)
Proceeds from disposal of property, plant & equipment	988,938	-
Purchase of Company's own shares	(164,977)	-
Purchase of marketable securities	(808,029)	16,259
Net cash outflow from acquisition of subsidiary companies	-	(264,712)
Net cash used in investing activities	<u>(1,072,767)</u>	<u>(1,917,602)</u>
Cash Flows From Financing activities		
Proceeds from issue of shares	-	393,071
Drawdown of hire purchase	-	73,929
Repayment of hire purchase payables	(31,566)	(134,629)
Repayment of borrowings	(5,895,561)	(214,225)
(Increased)/ Decrease of fixed deposit pledge	(423,662)	-
Net cash (used in)/ from financing activities	<u>(6,350,789)</u>	<u>118,146</u>
Net decrease in cash and cash equivalents	(9,468,657)	(3,219,462)
Cash and cash equivalents at beginning of financial year	<u>22,067,441</u>	<u>17,112,844</u>
Cash and cash equivalents at end of financial year	<u>12,598,784</u>	<u>13,893,382</u>
Cash and cash equivalents at end of year comprises:		
Cash and bank balances	5,906,964	9,262,452
Fixed deposits placed with licensed banks	<u>9,941,820</u>	<u>8,138,858</u>
	15,848,784	17,401,310
Less: Fixed deposits pledged to licensed banks	<u>(3,250,000)</u>	<u>(3,507,928)</u>
	<u>12,598,784</u>	<u>13,893,382</u>

(The Condensed Consolidated Cash Flow Statement should be read in conjunction with Audited Financial Statements for the year ended 31 December 2007)