

LNG RESOURCES BERHAD

(Company No. 582043-K)

(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED CASH FLOW STATEMENT
FOR THE YEAR ENDED DECEMBER 31, 2008**

(The figures have not been audited)

	31/12/2008 (Unaudited) RM'000	31/12/2007 (Audited) RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax	5,756	6,035
Adjustments for:		
Non-cash items	3,740	2,772
Non-operating items	(133)	(398)
Operating Profit Before Working Capital Changes	<u>9,363</u>	<u>8,409</u>
Changes in working capital		
Net change in current assets	(1,486)	(747)
Net change in current liabilities	224	125
Interest paid	(140)	(68)
Income tax paid	(576)	(1,276)
Income tax refunded	-	325
Net Cash From Operating Activities	<u>7,385</u>	<u>6,768</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Property, plant and equipment	(6,319)	(12,803)
Interest received	274	396
Net Cash Used In Investing Activities	<u>(6,045)</u>	<u>(12,407)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Bank borrowings	(1,333)	1,913
Dividends paid	(1,874)	(2,791)
Repurchase of treasury shares	(472)	(95)
Proceeds from issuance of shares	-	2,901
Share issue expenses paid	-	(4)
Net Cash From (Used In) Financing Activities	<u>(3,679)</u>	<u>1,924</u>
NET DECREASE IN CASH AND CASH EQUIVALENTS	(2,339)	(3,715)
CASH AND CASH EQUIVALENTS AS AT BEGINNING OF YEAR	14,232	17,947
CASH AND CASH EQUIVALENTS AS AT END OF YEAR	<u>11,893</u>	<u>14,232</u>
Cash and cash equivalents comprise of:		
Cash and bank balances	<u>11,893</u>	<u>14,232</u>

The condensed consolidated cash flow statement should be read in conjunction with the audited financial statements for the year ended December 31, 2007 and the accompanying explanatory notes attached to the interim financial statements.