

MQ TECHNOLOGY BERHAD
(Company No. 635804-H)
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED CASH FLOW STATEMENT
FOR THE QUARTER ENDED 31 DECEMBER 2008
(The figures have not been audited)

	CURRENT YEAR TO DATE 31-Dec-08 RM	PRECEDING YEAR CORRESPONDING PERIOD 31-Dec-07 RM
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax	2,071,662	7,741,007
Adjustments for:		
Amortisation and depreciation	4,587,877	3,888,206
Interest expense	487,866	853,384
Gain on disposal of property, plant and equipment	-	(139,196)
Property, plant and equipment written off	285,894	8,001
Unrealised loss on foreign exchange	77,310	423,713
Interest income	(357,348)	(336,232)
Operating profit before working capital changes	7,153,261	12,438,883
(Increase)/Decrease in inventories	(2,158,318)	1,145,502
Decrease in receivables	2,625,766	1,143,493
Decrease in payables	(2,585,799)	(582,480)
Cash generated from operations	5,034,910	14,145,398
Income taxes refunded	481,363	305,636
Income taxes paid	(546,639)	(638,255)
Net cash from operating activities	4,969,634	13,812,779
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(2,733,802)	(3,246,893)
Interest received	357,348	336,232
Proceeds from disposal of property, plant and equipment	-	357,098
Net cash used in investing activities	(2,376,454)	(2,553,563)
CASH FLOWS FROM FINANCING ACTIVITIES		
Interest paid	(487,866)	(853,384)
Dividend paid	-	(2,388,140)
Listing and share issue expenses paid	(26,650)	(183,796)
Proceeds from issuance of new shares	-	4,113,200
Repayment of term loans	(1,047,947)	(904,027)
Repayment of hire purchase obligations	(2,686,926)	(3,286,575)
(Repayment)/Increase of short term bank borrowings	(2,313,000)	88,000
Net cash used in financing activities	(6,562,389)	(3,414,722)
Effect of exchange rate changes	96,770	(349,753)
Net (decrease)/increase in cash and cash equivalents	(3,872,439)	7,494,741
Cash and cash equivalents brought forward	17,758,324	10,263,583
Cash and cash equivalents carried forward	13,885,885	17,758,324
<u>Cash and cash equivalents comprise:</u>		
Short-term funds	6,151,995	10,934,485
Cash and bank balances	7,733,890	6,823,839
	13,885,885	17,758,324