

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

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**  
**FOR THE PERIOD ENDED 30 SEPTEMBER 2012**  
*(The figures have not been audited)*

	<b>CURRENT YEAR TO DATE 30-Sep-12 RM</b>	<b>PRECEDING YEAR CORRESPONDING PERIOD 30-Sep-11 RM</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Loss before tax	(1,384,341)	(2,998,152)
Adjustments for:		
Depreciation	3,848,336	3,239,214
Interest expense	272,590	282,537
Property, plant and equipment written off	-	3,494
Gain on disposal of property, plant and equipment	(120,000)	-
Unrealised gain on foreign exchange	(32,482)	(371,101)
Interest income	(253,500)	(230,428)
Operating profit/(loss) before working capital changes	2,330,603	(74,436)
Decrease/(Increase) in inventories	1,035,009	(127,373)
Decrease in receivables	4,179,362	2,611,236
(Decrease) in payables	(1,492,032)	(54,728)
Cash generated from operations	6,052,942	2,354,699
Income taxes refunded	34,288	37,854
Income taxes paid	(27,000)	(27,000)
Net cash from operating activities	6,060,230	2,365,553
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Purchase of property, plant and equipment	(2,820,552)	(1,435,870)
Interest received	253,500	230,428
Proceeds from disposal of property, plant and equipment	120,000	-
Net cash used in investing activities	(2,447,051)	(1,205,442)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Interest paid	(272,590)	(282,537)
Repayment of term loans	(96,800)	(374,400)
Repayment of hire purchase obligations	(2,730,932)	(1,914,630)
Net cash used in financing activities	(3,100,322)	(2,571,567)
Effect of exchange rate changes	(75,048)	(17,392)
Net increase/(decrease) in cash and cash equivalents	437,808	(1,428,848)
Cash and cash equivalents brought forward	15,930,534	18,672,502
Cash and cash equivalents carried forward	16,368,342	17,243,654
<u>Cash and cash equivalents comprise:</u>		
Short-term funds	11,198,457	11,980,938
Cash and bank balances	5,169,884	5,262,716
	16,368,342	17,243,654