

MQ TECHNOLOGY BERHAD

(Company No. 635804-H)

(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE PERIOD ENDED 30 September 2013***(The figures have not been audited)*

	CURRENT YEAR TO DATE 30-Sep-13 RM	PRECEDING YEAR CORRESPONDING PERIOD 30-Sep-12 RM
CASH FLOWS FROM OPERATING ACTIVITIES		
Loss before tax	(3,417,515)	(1,384,341)
Adjustments for:		
Depreciation	3,882,085	3,848,336
Interest expense	225,786	272,590
Gain on disposal of property, plant and equipment	(73,000)	(120,000)
Unrealised gain on foreign exchange	(195,177)	(32,482)
Interest income	(125,590)	(253,500)
Operating profit before working capital changes	296,589	2,330,603
(Increase)/Decrease in inventories	(19,404)	1,035,009
(Increase)/Decrease in receivables	(69,062)	4,179,362
(Decrease)/Increase in payables	(1,408,070)	(1,492,032)
Cash (used in)/ generated from operations	(1,199,947)	6,052,942
Income taxes refunded	-	34,288
Income taxes paid	(30,000)	(27,000)
Net cash (used in)/ from operating activities	(1,229,947)	6,060,230
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(779,962)	(2,820,552)
Interest received	125,590	253,500
Proceeds from disposal of property, plant and equipment	73,000	120,000
Net cash used in investing activities	(581,372)	(2,447,052)
CASH FLOWS FROM FINANCING ACTIVITIES		
Interest paid	(225,786)	(272,590)
Resale of treasury shares	1,306,250	-
Purchase of own shares	(1,072,280)	-
Repayment of term loans	-	(96,800)
Repayment of hire purchase obligations	(1,966,160)	(2,730,932)
Net cash used in financing activities	(1,957,976)	(3,100,322)
Effect of exchange rate changes	305,010	(75,048)
Net decrease in cash and cash equivalents	(3,464,285)	437,808
Cash and cash equivalents brought forward	11,752,003	15,930,534
Cash and cash equivalents carried forward	8,287,718	16,368,342
<u>Cash and cash equivalents comprise:</u>		
Short-term funds	3,972,986	11,198,457
Cash and bank balances	4,314,732	5,169,885
	8,287,718	16,368,342