

EQUATOR LIFE SCIENCE BERHAD (640850-U)
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

For The Fourth Quarter Ended 31 December 2011

(The figures have not been audited)

	Current Year Cumulative Period Ended 31-Dec-11 RM('000)	Preceding Year Corresponding Period Ended 31-Dec-10 (RM'000)
Cash Flows From Operating Activities		
Profit / (Loss) before tax	(13,851)	(3,905)
Adjustment for :-		
Non cash items	5,489	2,681
Impairment Loss/ Allowance for doubtful debts	888	966
Finance costs	704	989
Interest Income	-	(22)
Unrealised foreign exchange (gain)/loss	2	38
Liquidation of subsidiary companies	-	(235)
(Gain)/Loss on Disposal of property, plant and equipment	(686)	(922)
Loss/(Gain) on Disposal of subsidiary	(212)	(2,958)
Operating Profit/ (Loss) Before Working Capital Changes	<u>(7,666)</u>	<u>(3,368)</u>
(Increase) / Decrease in:		
Inventories	7,126	2,346
Receivables	1,705	(780)
Fixed deposit pledged to bank	-	-
(Decrease)/Increase in:		
Payables	(1,295)	568
Cash From/(Used In) Operations	<u>(130)</u>	<u>(1,234)</u>
Interest paid	(314)	(797)
Interest received from operating fund	-	-
Income tax refunded / (paid)	(33)	-
Net Cash Used In Operating Activities	<u>(477)</u>	<u>(2,031)</u>
Cash Flows From Investing Activities		
Interest received	-	22
Accretion arising from issue of additional shares	-	-
Increase in other investment	-	33
Acquisition of property, plant and equipment	-	(8)
Proceeds from disposal of property, plant and equipment	3,646	7,724
Plantation development expenditure	-	-
Proceeds from disposal of Subsidiary	-	-
Net cash inflow(outflow) from disposal of subsidiary company	-	(21)
Net Cash Used in Investing Activities	<u>3,646</u>	<u>7,750</u>
Cash Flow From Financing Activities		
Payment for expenses for proposed Private Placement	-	-
Proceeds from bank borrowings	-	-
Repayment of other bank borrowings	(2,361)	-
Proceeds from hire-purchase	-	-
Repayment of hire-purchase / finance lease	-	-
Repayment to Directors	-	(12)
Dividend paid	-	-
Net Cash (Used In)/From Financing Activity	<u>(2,361)</u>	<u>(12)</u>
NET DECREASE IN CASH AND CASH EQUIVALENTS	808	5,707
Effect of Exchange Differences	-	103
CASH AND CASH EQUIVALENTS AS AT BEGINNING OF PERIOD	(791)	(6,601)
CASH AND CASH EQUIVALENTS AS AT END OF PERIOD (NOTE A16)	<u>17</u>	<u>(791)</u>

The Unaudited Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Annual Audited Financial Statements for the year ended 31 December 2010 and the accompanying explanatory notes attached to the interim financial report.