

SCAN ASSOCIATES BERHAD (525669-P)  
(Incorporated in Malaysia)

UNAUDITED CONDENSED CONSOLIDATED CASH FLOW STATEMENT  
FOR THE THIRD FINANCIAL QUARTER ENDED 30 SEPTEMBER 2006

	Current Year To Date 30.09.06 RM'000	Preceding Year Corresponding Period 30.09.05 RM'000
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Cash receipts from customers	21,351	N/A
Cash payment to other receivables	(1,762)	
Cash payments to suppliers	(14,988)	N/A
Cash payments to employees and for administrative expenses	(4,983)	N/A
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Cash used in operations	(382)	N/A
Interest received	137	N/A
Other income received	250	N/A
Interest paid	(280)	N/A
Dividend paid	(1,600)	N/A
Tax paid	(10)	N/A
Fixed deposits for securing the borrowings	(489)	N/A
Net cash used in operating activities	<hr/> (2,374) <hr/>	<hr/> N/A <hr/>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Purchase of property, plant and equipment	(4,352)	N/A
Proceeds from disposal of property, plant and equipment	1	N/A
Proceeds from issuance of Right Issue	2,095	
Advance from Directors	(8)	N/A
Net cash used in investing activities	<hr/> (2,264) <hr/>	<hr/> N/A <hr/>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Repayment of hire purchase liabilities	(113)	N/A
Repayment of term loan	(687)	N/A
Drawdown of term loan	5,738	N/A
Net cash used in financing activities	<hr/> 4,938 <hr/>	<hr/> N/A <hr/>
Net increase in cash and cash equivalents	300	N/A
Cash and cash equivalents brought forward	4,311	N/A
Cash and cash equivalents carried forward	<hr/> 4,611 <hr/>	<hr/> N/A <hr/>

Notes:

The Unaudited Condensed Consolidated Cash Flow Statement should be read in conjunction with the Notes to Interim Financial Reports and the audited Financial Statements of the Company for the financial year ended 31 December 2005.

The unaudited condensed consolidated results for the financial period ended 30 September 2006 announced by the Company is in compliance with Bursa Malaysia Securities Berhad ("Bursa Securities") requirements in conjunction with the admission of the Company to the MESDAQ Market of Bursa Securities.

As this is the first quarterly reporting being drawn up as a listed Company, there are no comparative figures for the preceding year's corresponding quarter.