

SUMATEC RESOURCES BERHAD

Company No. 428355-D
(Incorporated in Malaysia)

INTERIM FINANCIAL REPORT**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE PERIOD ENDED 31 DECEMBER 2012**

	GROUP 31-Dec-12 RM'000	GROUP 31-Dec-11 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	(104,448)	(53,933)
Adjustments for:		
Depreciation of property, plant and equipment	215	30,203
Interest expenses	38,230	38,851
Loss on disposal of fixed assets	(83)	(2,087)
Bad debts written off	863	2,812
Operating profit before changes in working capital	(65,223)	15,846
Changes in working capital:-		
(Increase)/decrease in work in progress	4,756	2,261
(Increase)/decrease in trade and other receivables	445	74,373
Increase/(decrease) in trade and other payables	(32,102)	(44,295)
Cash generated from / (used in) operations	(92,124)	48,185
Interest paid	(38,230)	(29,820)
Tax (paid)/recovered	(32)	(204)
Interest received	(74)	
Net cash generated from / (used in) operating activities	(130,460)	18,161
CASH FLOWS FROM INVESTING ACTIVITIES		
Disposal of share in subsidiary company	150,718	-
Purchase of property, plant and equipment	-	-
Purchase of investment	-	-
Deposits paid for Disposal of subsidiary company	-	-
Disposal of property, plant and equipment	79	18,434
Properties Development Expenditure	-	-
Net cash from / (used in) investing activities	150,797	18,434
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds received from rights issue	-	18,757
Proceeds from loans and other borrowings	-	-
Repayment of loans and other borrowings	(7,851)	(60,397)
Repayment of hire purchase and lease financing	(63)	2,576
Deposits pledged with licensed banks	-	-
Withdrawal of fixed deposits	2,177	-
Drawdown of hire purchase and lease financing	-	-
Net cash from / (used in) financing activities	(5,737)	(39,064)
NET (DECREASE)/ INCREASE IN CASH AND CASH EQUIVALENT	14,600	(2,469)
CASH AND CASH EQUIVALENT AT BEGINNING OF THE YEAR	(14,527)	(12,058)
CASH AND CASH EQUIVALENT AT END OF THE YEAR	73	(14,527)
CASH AND CASH EQUIVALENTS		
Deposits not pledged with licensed banks	-	-
Cash and Bank Balances	73	1,473
Bank Overdraft	-	(16,000)
	73	(14,527)

The condensed consolidated cash flow statements should be read in conjunction with the audited financial statements for the year ended 31 December 2011 and the accompanying explanatory notes attached to the interim financial reports.