

**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 2013**

	UNAUDITED	AUDITED
	31-Dec-13	31-Dec-12
	RM'000	RM'000
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit/(Loss) before taxation	63,075	(104,293)
Adjustments for:		
Depreciation of property, plant and equipment	172	28,507
Interest expenses	8,496	39,326
Gain on disposal of fixed assets	(11)	-
Bad debts written off	-	1,248
<b>Operating profit before changes in working capital</b>	71,732	(35,212)
Changes in working capital:-		
(Increase)/decrease in trade and other receivables	(954)	58,072
Increase/(decrease) in trade and other payables	(45,915)	29,553
<b>Cash generated from / (used in ) operations</b>	24,863	52,413
Interest paid	6,311	(32,132)
Tax (paid)/recovered	369	(37)
Interest received	-	-
<b>Net cash generated from / (used in) operating activities</b>	31,543	20,244
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Payment for non tangible asset	(302,100)	-
Payment for security deposit.	(127,200)	-
Disposal of property, plant and equipment	11	7,602
<b>Net cash from / (used in) investing activities</b>	(429,289)	7,602
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Proceeds from issuance of shares	488,464	-
Repayment of loans and other borrowings	(85,640)	(30,291)
Repayment of hire purchase and lease financing	(80)	(121)
Upliftment of fixed deposits	-	2,103
<b>Net cash from / (used in) financing activities</b>	402,744	(28,309)
	-	-
<b>NET (DECREASE)/ INCREASE IN CASH AND CASH EQUIVALENT</b>	4,998	(463)
<b>CASH AND CASH EQUIVALENT AT BEGINNING OF THE YEAR</b>	73	(14,527)
<b>CASH AND CASH EQUIVALENT AT END OF THE YEAR</b>	5,071	(14,990)
<b>CASH AND CASH EQUIVALENTS</b>		
Cash and Bank Balances	5,071	71
Bank Overdraft	-	(15,061)
	5,071	(14,990)

*The condensed consolidated cash flow statements should be read in conjunction with the audited financial statements for the year ended 31 December 2012 and the accompanying explanatory notes to this interim financial report.*