

DXN HOLDINGS BHD.
(Company No : 363120-V)
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED CASH FLOW STATEMENT
FOR THE YEAR ENDED 28 FEBRUARY 2006

	Unaudited 28-Feb-06 RM'000	Audited 28-Feb-05 RM'000
Cash flow from operating activities		
Profit before taxation	27,436	27,758
Non-cash items	4,767	3,657
Non-operating items	1,220	201
	5,987	3,858
Operating profit before changes in working capital	33,423	31,616
Changes in working capital: -		
Net change in current assets	(33,646)	(8,614)
Net change in current liabilities	3,564	1,385
	(30,082)	(7,229)
Cash generated from operations	3,341	24,387
Interest income	980	319
Interest paid	(2,200)	(520)
Tax paid	(5,776)	(4,632)
<i>Net cash (used in)/generated from operating activities</i>	(3,655)	19,554
Cash flow from investing activities		
(Placement)/withdrawal of fixed deposit	(4,194)	253
Purchase of property, plant and equipment	(19,369)	(12,862)
Proceeds from disposal of subsidiary	260	-
Purchase of other investment	(5,017)	-
Share buy back	(1,963)	-
Purchase of Land held for development	(791)	-
Acquisition of subsidiary net of cash acquired	(1,589)	-
Dividend Received	4	3
<i>Net cash outflow from investing activities</i>	(32,659)	(12,606)
Cash flow from financing activities		
Borrowings	52,255	(359)
Issue of shares - ESOS	9	576
Dividend paid	(3,456)	(2,164)
<i>Net cash inflow/(outflow) from financing activities</i>	48,808	(1,947)
Net increase in cash and cash equivalents	12,494	5,001
Cash and cash equivalents at beginning of the year	29,302	23,968
Effect of foreign exchange rate changes on cash balances	113	333
Cash and cash equivalents at end of the year	41,909	29,302

Note :

Cash and cash equivalents

Cash and cash equivalents included in the condensed consolidated cash flow statement comprise the following :

	RM'000	RM'000
Cash and bank balances	31,389	26,785
Fixed deposits with licensed banks	17,869	5,591
	49,258	32,376
Less : Fixed deposits pledged	(7,118)	(2,923)
Bank overdraft	(231)	(151)
Cash and cash equivalents	41,909	29,302

The notes set out on pages 5 to 10 form an integral part of, and, should be read in conjunction with, this interim financial report.