

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

CONDENSED CONSOLIDATED CASH FLOW STATEMENT FOR THE PERIOD ENDED 31 AUGUST 2007

	31-Aug-07 RM'000	31-Aug-06 RM'000
Cash flow from operating activities		
Profit before taxation	14,511	14,536
Adjustments for: -		
Non-cash items	2,013	2,685
Non-operating items	1,893	587
	3,906	3,272
Operating profit before changes in working capital	18,417	17,808
Changes in working capital: -		
Net change in current assets	(13,460)	(31,105)
Net change in current liabilities	(1,597)	(284)
	(15,057)	(31,389)
Cash generated from/(used in) operations	3,360	(13,581)
Income tax paid	(5,148)	(4,406)
<i>Net cash used in operating activities</i>	(1,788)	(17,987)
Cash flow from investing activities		
Purchase of property, plant and equipment	(17,723)	(8,795)
Purchase of software costs	(357)	(300)
Proceeds from disposal of treasury shares	2,117	-
Proceeds from disposal of other investment	23	729
Repurchase of shares	(82)	(106)
Dividend received	1	-
Interest Income	484	516
<i>Net cash used in investing activities</i>	(15,537)	(7,956)
Cash flow from financing activities		
Borrowings	3,374	10,806
Placement of pledged fixed deposits	(179)	5,359
Interest paid	(2,379)	(1,103)
Dividend paid	(2,099)	(2,142)
<i>Net cash (used in)/from financing activities</i>	(1,283)	12,920
Net decrease in cash and cash equivalents	(18,608)	(13,023)
Cash and cash equivalents at beginning of the period	40,644	42,024
Effect of exchange differences on cash and cash equivalents	552	(321)
Cash and cash equivalents at end of the period	22,588	28,680

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	23,417	20,663
Fixed deposits with licensed banks	6,046	9,758
	29,463	30,421
Less : Pledged fixed deposits	(4,628)	(1,736)
Bank overdraft	(2,247)	(5)
Cash and cash equivalents	22,588	28,680

The notes set out on pages 5 to 11 form an integral part of, and should be read in conjunction with, this interim financial report.