

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

CONDENSED CONSOLIDATED CASH FLOW STATEMENT FOR THE PERIOD ENDED 31 AUGUST 2008

	31-Aug-08 RM'000	31-Aug-07 RM'000
Cash flow from operating activities		
Profit before taxation	14,734	14,511
Adjustments for: -		
Non-cash items	3,175	2,013
Non-operating items	2,120	1,893
	5,295	3,906
Operating profit before changes in working capital	20,029	18,417
Changes in working capital: -		
Net change in current assets	(12,777)	(13,460)
Net change in current liabilities	1,440	(1,597)
	(11,337)	(15,057)
Cash generated from operations	8,692	3,360
Income tax paid	(2,332)	(5,148)
<i>Net cash generated from/(used in) operating activities</i>	6,360	(1,788)
Cash flow from investing activities		
Purchase of property, plant and equipment	(2,672)	(17,723)
Purchase of software costs	(430)	(357)
Purchase of investment property	(330)	-
Proceeds from disposal of treasury shares	-	2,117
Proceeds from disposal of other investment	37	23
Repurchase of shares	(113)	(82)
Dividend received	2	1
Interest Income	235	484
<i>Net cash used in investing activities</i>	(3,271)	(15,537)
Cash flow from financing activities		
Borrowings	3,059	3,374
Placement of pledged fixed deposits	82	(179)
Interest paid	(2,358)	(2,379)
Dividend paid	-	(2,099)
<i>Net cash from/(used in) financing activities</i>	783	(1,283)
Net increase/(decrease) in cash and cash equivalents	3,872	(18,608)
Cash and cash equivalents at beginning of the period	22,337	40,644
Effect of exchange differences on cash and cash equivalents	(560)	552
Cash and cash equivalents at end of the period	25,649	22,588

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	25,968	23,417
Fixed deposits with licensed banks	6,720	6,046
	32,688	29,463
Less : Pledged fixed deposits	(5,603)	(4,628)
Bank overdraft	(1,436)	(2,247)
Cash and cash equivalents	25,649	22,588

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.