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

CONDENSED CONSOLIDATED CASH FLOW STATEMENT FOR THE PERIOD ENDED 31 MAY 2009

Cash flow from operating activities 6,569 6,068 Adjustments for: - Non-cash items 1,204 1,671 1,671 1,671 1,862 1,867		31-May-09 RM'000	31-May-08 RM'000
Adjustments for: - Non-cash items Non-operating items 1,204	Cash flow from operating activities		
Non-cash items	Profit before taxation	6,569	6,068
Non-operating items	3		1
2,156 2,857			· ·
Operating profit before changes in working capital 8,725 8,925 Changes in working capital: - Net change in current assets	Non-operating items		
Changes in working capital: - A,959 (3,924) Net change in current assets (2,054) 5,801 Net change in current liabilities (2,054) 5,801 2,905 1,877 Cash generated from operations 11,630 10,802 Income tax paid (2,111) (1,614) Net cash generated from operating activities 9,519 9,188 Cash flow from investing activities 8 Purchase of property, plant and equipment (640) (2,530) Purchase of investment property (272) (294) Addition to land held for property development (2,728) - Net cash outflow on disposal of a subsidiary (334) - Repurchase of treasury shares (760) (15) Interest Income 206 90 Net cash used in investing activities (4,639) (2,938) Cash flow from financing activities 27 (369) Interest paid (1,158) (1,276) Net cash generated from financing activities 1,357 1,378 Net increase in cash and cash equivalents 6,237 7,628		2,156	2,857
Net change in current assets 4,959 (3,924) 5,801 2,905 1,877 1,877 1,630 10,802 1,630 10,802 1,630 10,802 1,630 10,802 1,630 10,802 1,630 10,802 1,630 10,802 1,630 1,630 10,802 1,630 1,630 10,802 1,630 1,	Operating profit before changes in working capital	8,725	8,925
Net change in current liabilities (2,054) 2,905 5,801 1,877 Cash generated from operations 11,630 10,802 Income tax paid (2,111) (1,614) Net cash generated from operating activities 9,519 9,188 Cash flow from investing activities 0,519 9,188 Purchase of property, plant and equipment 0,640 0,2530 Purchase of intangible assets 0,111 0,189 Purchase of intangible assets 0,111 0,189 Purchase of investment property 0,272 0,294 Addition to land held for property development 0,2728 0,272 Net cash outflow on disposal of a subsidiary 0,334 0,272 Repurchase of treasury shares 0,60 0,015 Interest Income 0,206 9,0 Net cash used in investing activ			
Cash generated from operations 11,630 10,802 Income tax paid (2,111) (1,614) Net cash generated from operating activities 9,519 9,188 Cash flow from investing activities 9,519 9,188 Cash flow from investing activities 0,530 0,2530 Purchase of property, plant and equipment (640) (2,530) Purchase of investment property (272) (294) Addition to land held for property development (2,728) - Net cash outflow on disposal of a subsidiary (334) - Repurchase of treasury shares (760) (15) Interest Income 206 90 Net cash used in investing activities (4,639) (2,938) Cash flow from financing activities 2,488 3,023 Placement of pledged fixed deposits 27 (369) Interest paid (1,158) (1,276) Net cash generated from financing activities 1,357 1,378 Net increase in cash and cash equivalents 6,237 7,628 Cash and cash equivalents at beginning o		4,959	(3,924)
Cash generated from operations 11,630 10,802 Income tax paid (2,111) (1,614) Net cash generated from operating activities 9,519 9,188 Cash flow from investing activities Verename of property, plant and equipment (640) (2,530) Purchase of property, plant and equipment (640) (2,530) Purchase of investment property (272) (294) Addition to land held for property development (2,728) - Net cash outflow on disposal of a subsidiary (334) - Repurchase of treasury shares (760) (15) Interest Income 206 90 Net cash used in investing activities (4,639) (2,938) Cash flow from financing activities 2,488 3,023 Placement of pledged fixed deposits 27 (369) Interest paid (1,158) (1,276) Net cash generated from financing activities 1,357 1,378 Net increase in cash and cash equivalents 6,237 7,628 Cash and cash equivalents at beginning of the period 38,288 22,3	Net change in current liabilities		
Income tax paid (2,111) (1,614) Net cash generated from operating activities 9,519 9,188 Cash flow from investing activities Purchase of property, plant and equipment (640) (2,530) Purchase of intangible assets (111) (189) Purchase of investment property (272) (294) Addition to land held for property development (2,728) - (2728) Net cash outflow on disposal of a subsidiary (334) - (334) Repurchase of treasury shares (760) (15) Interest Income 206 90 Net cash used in investing activities (4,639) (2,938) Cash flow from financing activities 2,488 3,023 Placement of pledged fixed deposits 2,7 (369) Interest paid (1,158) (1,276) Net cash generated from financing activities 1,337 1,378 Net increase in cash and cash equivalents 6,237 7,628 Cash and cash equivalents at beginning of the period 38,288 22,337 Effect of exchange differences on cash and cash equivalents 53 (687)		2,905	1,877
Net cash generated from operating activities 9,519 9,188 Cash flow from investing activities (640) (2,530) Purchase of property, plant and equipment (640) (111) (189) Purchase of intangible assets (111) (189) Purchase of investment property (272) (294) Addition to land held for property development (2,728) - Net cash outflow on disposal of a subsidiary (334) - Repurchase of treasury shares (760) (15) Interest Income 206 90 Net cash used in investing activities (4,639) (2,938) Cash flow from financing activities 27 (369) Placement of pledged fixed deposits 27 (369) Interest paid (1,158) (1,276) Net cash generated from financing activities 1,357 1,378 Net increase in cash and cash equivalents 6,237 7,628 Cash and cash equivalents at beginning of the period 38,288 22,337 Effect of exchange differences on cash and cash equivalents 53 (687)	Cash generated from operations	11,630	10,802
Cash flow from investing activities Purchase of property, plant and equipment (640) (2,530) Purchase of intangible assets (111) (189) Purchase of investment property (272) (294) Addition to land held for property development (2,728) - Net cash outflow on disposal of a subsidiary (334) - Repurchase of treasury shares (760) (15) Interest Income 206 90 Net cash used in investing activities (4,639) (2,938) Cash flow from financing activities 2,488 3,023 Placement of pledged fixed deposits 27 (369) Interest paid (1,158) (1,276) Net cash generated from financing activities 1,357 1,378 Net increase in cash and cash equivalents 6,237 7,628 Cash and cash equivalents at beginning of the period 38,288 22,337 Effect of exchange differences on cash and cash equivalents 53 (687)	Income tax paid	(2,111)	(1,614)
Purchase of property, plant and equipment (640) (2,530) Purchase of intangible assets (111) (189) Purchase of investment property (272) (294) Addition to land held for property development (2,728) - Net cash outflow on disposal of a subsidiary (334) - Repurchase of treasury shares (760) (15) Interest Income 206 90 Net cash used in investing activities (4,639) (2,938) Cash flow from financing activities 2,488 3,023 Placement of pledged fixed deposits 27 (369) Interest paid (1,158) (1,276) Net cash generated from financing activities 1,357 1,378 Net increase in cash and cash equivalents 6,237 7,628 Cash and cash equivalents at beginning of the period 38,288 22,337 Effect of exchange differences on cash and cash equivalents 53 (687)	Net cash generated from operating activities	9,519	9,188
Purchase of property, plant and equipment (640) (2,530) Purchase of intangible assets (111) (189) Purchase of investment property (272) (294) Addition to land held for property development (2,728) - Net cash outflow on disposal of a subsidiary (334) - Repurchase of treasury shares (760) (15) Interest Income 206 90 Net cash used in investing activities (4,639) (2,938) Cash flow from financing activities 2,488 3,023 Placement of pledged fixed deposits 27 (369) Interest paid (1,158) (1,276) Net cash generated from financing activities 1,357 1,378 Net increase in cash and cash equivalents 6,237 7,628 Cash and cash equivalents at beginning of the period 38,288 22,337 Effect of exchange differences on cash and cash equivalents 53 (687)	Cash flow from investing activities		
Purchase of intangible assets (111) (189) Purchase of investment property (272) (294) Addition to land held for property development (2,728) - Net cash outflow on disposal of a subsidiary (334) - Repurchase of treasury shares (760) (15) Interest Income 206 90 Net cash used in investing activities (4,639) (2,938) Cash flow from financing activities 27 (369) Placement of pledged fixed deposits 27 (369) Interest paid (1,158) (1,276) Net cash generated from financing activities 1,357 1,378 Net increase in cash and cash equivalents 6,237 7,628 Cash and cash equivalents at beginning of the period 38,288 22,337 Effect of exchange differences on cash and cash equivalents 53 (687)		(640)	(2,530)
Addition to land held for property development Net cash outflow on disposal of a subsidiary Repurchase of treasury shares Interest Income Net cash used in investing activities Cash flow from financing activities Borrowings Placement of pledged fixed deposits Interest paid Interest paid Net cash generated from financing activities Net increase in cash and cash equivalents Cash and cash equivalents at beginning of the period Cash and cash equivalents at beginning of the period Sagara S		(111)	
Net cash outflow on disposal of a subsidiary (334) - Repurchase of treasury shares (760) (15) Interest Income 206 90 Net cash used in investing activities (4,639) (2,938) Cash flow from financing activities 2 (4,639) (2,938) Borrowings 2,488 3,023 Placement of pledged fixed deposits 27 (369) Interest paid (1,158) (1,276) Net cash generated from financing activities 1,357 1,378 Net increase in cash and cash equivalents 6,237 7,628 Cash and cash equivalents at beginning of the period 38,288 22,337 Effect of exchange differences on cash and cash equivalents 53 (687)	Purchase of investment property	(272)	(294)
Repurchase of treasury shares (760) (15) Interest Income 206 90 Net cash used in investing activities (4,639) (2,938) Cash flow from financing activities 3,023 Borrowings 2,488 3,023 Placement of pledged fixed deposits 27 (369) Interest paid (1,158) (1,276) Net cash generated from financing activities 1,357 1,378 Net increase in cash and cash equivalents 6,237 7,628 Cash and cash equivalents at beginning of the period 38,288 22,337 Effect of exchange differences on cash and cash equivalents 53 (687)		(2,728)	-
Interest Income 206 90 Net cash used in investing activities (4,639) (2,938) Cash flow from financing activities 3,023 Borrowings 2,488 3,023 Placement of pledged fixed deposits 27 (369) Interest paid (1,158) (1,276) Net cash generated from financing activities 1,357 1,378 Net increase in cash and cash equivalents 6,237 7,628 Cash and cash equivalents at beginning of the period 38,288 22,337 Effect of exchange differences on cash and cash equivalents 53 (687)	· · · · · · · · · · · · · · · · · · ·	(334)	-
Net cash used in investing activities (4,639) (2,938) Cash flow from financing activities 3,023 Borrowings 2,488 3,023 Placement of pledged fixed deposits 27 (369) Interest paid (1,158) (1,276) Net cash generated from financing activities 1,357 1,378 Net increase in cash and cash equivalents 6,237 7,628 Cash and cash equivalents at beginning of the period 38,288 22,337 Effect of exchange differences on cash and cash equivalents 53 (687)		` '	
Cash flow from financing activities Borrowings 2,488 3,023 Placement of pledged fixed deposits 27 (369) Interest paid (1,158) (1,276) Net cash generated from financing activities 1,357 1,378 Net increase in cash and cash equivalents 6,237 7,628 Cash and cash equivalents at beginning of the period 38,288 22,337 Effect of exchange differences on cash and cash equivalents 53 (687)			
Borrowings Placement of pledged fixed deposits Placement of pledged fixed deposits Interest paid Net cash generated from financing activities Net increase in cash and cash equivalents Cash and cash equivalents at beginning of the period Effect of exchange differences on cash and cash equivalents 2,488 27 (369) (1,158) (1,276) 1,378 7,628 Cash and cash equivalents at beginning of the period 38,288 22,337 Effect of exchange differences on cash and cash equivalents 53 (687)	Net cash used in investing activities	(4,639)	(2,938)
Placement of pledged fixed deposits 27 (369) Interest paid (1,158) Net cash generated from financing activities 1,357 1,378 Net increase in cash and cash equivalents 6,237 7,628 Cash and cash equivalents at beginning of the period 38,288 22,337 Effect of exchange differences on cash and cash equivalents 53 (687)			
Interest paid Net cash generated from financing activities 1,357 Net increase in cash and cash equivalents Cash and cash equivalents at beginning of the period Effect of exchange differences on cash and cash equivalents 38,288 22,337 Effect of exchange differences on cash and cash equivalents 53 (687)	<u> </u>		·
Net cash generated from financing activities1,3571,378Net increase in cash and cash equivalents6,2377,628Cash and cash equivalents at beginning of the period38,28822,337Effect of exchange differences on cash and cash equivalents53(687)			, ,
Net increase in cash and cash equivalents 6,237 7,628 Cash and cash equivalents at beginning of the period 38,288 22,337 Effect of exchange differences on cash and cash equivalents 53 (687)	1		
Cash and cash equivalents at beginning of the period 38,288 22,337 Effect of exchange differences on cash and cash equivalents 53 (687)	Net cash generatea from financing activities	1,33/	1,3/8
Effect of exchange differences on cash and cash equivalents 53 (687)	Net increase in cash and cash equivalents	6,237	7,628
<u> </u>		38,288	22,337
Cash and cash equivalents at end of the period 44,578 29,278	Effect of exchange differences on cash and cash equivalents	53	(687)
	Cash and cash equivalents at end of the period	44,578	29,278

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	42,943	31,395
Fixed deposits with licensed banks (net of pledged deposits)	6,706	1,020
Bank overdraft	(5,071)	(3,137)
Cash and cash equivalents	44,578	29,278

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.