

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

**CONDENSED CONSOLIDATED CASH FLOW STATEMENT  
FOR THE TWELVE MONTHS ENDED 28 FEBRUARY 2010**

	<b>28.02.2010 RM'000 Unaudited</b>	<b>28.02.2009 RM'000 Audited</b>
<b>Cash flow from operating activities</b>		
Profit before taxation	36,726	27,218
Adjustments for: -		
Non-cash items	14,356	8,222
Non-operating items	4,402	4,268
	18,758	12,490
Operating profit before changes in working capital	55,484	39,708
Changes in working capital: -		
Net change in current assets	3,432	(4,586)
Net change in current liabilities	(4,586)	5,030
	(1,154)	444
Cash generated from operations	54,330	40,152
Income tax paid	(8,950)	(5,945)
<i>Net cash generated from operating activities</i>	45,380	34,207
<b>Cash flow from investing activities</b>		
Purchase of property, plant and equipment, net of proceeds	(5,827)	(2,906)
Purchase of intangible assets	(351)	(861)
Purchase of investment properties, net of proceeds	(3,568)	(108)
Addition to land held for property development	(7,378)	-
Proceeds from disposal of prepaid lease payment	2,030	-
Net cash outflow on disposal of a subsidiary	(334)	-
Purchase of subsidiary, net of cash acquired	266	-
Proceeds from disposal of other investments	26	37
Repurchase of treasury shares	(2,723)	(119)
Dividends received	1	4
Interest received	811	522
<i>Net cash used in investing activities</i>	(17,047)	(3,431)
<b>Cash flow from financing activities</b>		
Repayment of bank borrowings, net	(24,125)	(8,954)
(Placement)/Withdrawal of pledged fixed deposits	(334)	108
Dividends paid	(5,157)	-
Interest paid	(5,214)	(4,795)
<i>Net cash used in financing activities</i>	(34,830)	(13,641)
Net (decrease)/increase in cash and cash equivalents	(6,497)	17,135
Cash and cash equivalents at beginning of the year	38,288	22,337
Effect of exchange differences on cash and cash equivalents	176	(1,184)
Cash and cash equivalents at end of the year	31,967	38,288

Note :

Cash and cash equivalents

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

	<b>RM'000</b>	<b>RM'000</b>
Cash and bank balances	36,471	28,188
Short term deposits with licensed banks	-	14,442
Fixed deposits with licensed banks	6,174	5,578
	42,645	48,208
Less: Pledged fixed deposits	(5,911)	(5,578)
Bank overdrafts	(4,767)	(4,342)
Cash and cash equivalents	31,967	38,288

The notes set out on pages 5 to 13 form an integral part of, and should be read in conjunction with, this interim financial report.