

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

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW
FOR THE THREE MONTHS ENDED 31 MAY 2010

	31.05.2010 RM'000 Unaudited	31.05.2009 RM'000 Unaudited
Cash flow from operating activities		
Profit before taxation	12,523	6,569
Adjustments for: -		
Non-cash items	896	1,204
Non-operating items	196	952
	<u>1,092</u>	<u>2,156</u>
Operating profit before changes in working capital	13,615	8,725
Changes in working capital: -		
Net change in current assets	7,636	4,959
Net change in current liabilities	3,034	(2,054)
	<u>10,670</u>	<u>2,905</u>
Cash generated from operations	24,285	11,630
Income tax paid	<u>(3,354)</u>	<u>(2,111)</u>
<i>Net cash generated from operating activities</i>	20,931	9,519
Cash flow from investing activities		
Purchase of property, plant and equipment, net of proceeds	(122)	(640)
Purchase of intangible assets	(217)	(111)
Purchase of investment property, net of proceeds	-	(272)
Addition to land held for property development	-	(2,728)
Proceeds from disposal of investment property	213	-
Net cash outflow on disposal of a subsidiary	-	(334)
Purchase of subsidiary, net of cash acquired	2,057	-
Repurchase of treasury shares	(6)	(760)
Interest Income	54	206
<i>Net cash generated from/(used in) investing activities</i>	<u>1,979</u>	<u>(4,639)</u>
Cash flow from financing activities		
Borrowings	(15,506)	2,488
(Placement)/withdrawal of pledged fixed deposits	(144)	27
Dividend paid	(1,704)	-
Interest paid	(250)	(1,158)
<i>Net cash (used in)/generated from financing activities</i>	<u>(17,604)</u>	<u>1,357</u>
Net increase in cash and cash equivalents	5,306	6,237
Cash and cash equivalents at beginning of the year	32,107	38,288
Effect of exchange differences on cash and cash equivalents	(806)	53
Cash and cash equivalents at end of the period	<u><u>36,607</u></u>	<u><u>44,578</u></u>

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	37,149	42,943
Fixed deposits with licensed banks	6,311	12,256
	<u>43,460</u>	<u>55,199</u>
Less: Pledged fixed deposits	(6,055)	(5,550)
Bank overdrafts	(798)	(5,071)
Cash and cash equivalents	<u><u>36,607</u></u>	<u><u>44,578</u></u>

The selected explanatory notes form an integral part of, and should be read in conjunction with, this interim financial report.