

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

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW
FOR THE TWELVE MONTHS ENDED 28 FEBRUARY 2011**

	28.02.2011 Unaudited RM'000	28.02.2010 Audited RM'000
Cash flow from operating activities		
Profit before taxation	54,263	37,000
Adjustments for: -		
Non-cash items	7,669	12,418
Non-operating items	307	4,120
	7,976	16,538
Operating profit before changes in working capital	62,239	53,538
Changes in working capital: -		
Net change in current assets	10,993	(3,454)
Net change in current liabilities	1,986	(3,963)
	12,979	(7,417)
Cash generated from operations	75,218	46,121
Income tax paid	(12,388)	(9,682)
Proceeds from disposal of logging concession rights	2,902	1,862
<i>Net cash generated from operating activities</i>	65,732	38,301
Cash flow from investing activities		
Acquisition of property, plant and equipment, net of proceeds	(4,312)	(1,752)
Acquisition of intangible assets	(216)	(345)
Disposal/(Purchase) of land for development	392	(8,768)
Proceeds from disposal of investment properties	274	500
Proceeds from disposal of other investments	-	26
Proceeds from disposal of asset classified as held for sale	-	2,030
Net cash outflow on disposal of a subsidiary	-	(334)
Purchase of subsidiary, net of cash acquired	2,057	266
Dividend received	-	1
Interest received	474	809
<i>Net cash used in investing activities</i>	(1,331)	(7,567)
Cash flow from financing activities		
Borrowings	(45,090)	(23,947)
Withdrawal/(Placement) of pledged fixed deposits	3,756	(334)
Repurchase of treasury shares	(921)	(2,723)
Dividend paid	(12,494)	(5,158)
Interest paid	(780)	(4,929)
<i>Net cash used in financing activities</i>	(55,529)	(37,091)
Net increase in cash and cash equivalents	8,872	(6,357)
Cash and cash equivalents at beginning of the year	32,107	38,288
Effect of exchange differences on cash and cash equivalents	(1,558)	176
Cash and cash equivalents at end of the year	39,421	32,107

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	33,672	36,541
Fixed deposits with licensed banks	7,929	5,925
	41,601	42,466
Less: Pledged fixed deposits	(2,156)	(5,912)
Bank overdrafts	(24)	(4,447)
Cash and cash equivalents	39,421	32,107

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