

THONG GUAN INDUSTRIES BERHAD (COMPANY NO. : 324203-K)
UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE SECOND QUARTER ENDED 30 JUNE 2010

	6 months ended	
	30.06.2010 RM'000	30.06.2009 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax	10,738	8,082
Adjustments for:		
Non-cash items	7,204	7,432
Non-operating items	212	564
Operating profit before working capital changes	18,154	16,078
Changes in working capital:		
Net change in current assets	(16,210)	40,442
Net change in current liabilities	1,211	5,469
Cash generated from operations	3,155	61,989
Tax paid	(1,808)	(1,203)
Net cash generated from operating activities	1,347	60,786
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(11,351)	(3,751)
Proceeds from disposal of property, plant and equipment	120	122
Interest received	43	14
Net cash used in investing activities	(11,188)	(3,615)
CASH FLOWS FROM FINANCING ACTIVITIES		
Bank balances held as security	13,441	(37,918)
Interest paid	(255)	(579)
Net cash generated from/ (used in) financing activities	13,186	(38,497)
NET INCREASE IN CASH AND CASH EQUIVALENTS	3,345	18,674
Effect of foreign exchange rate differences	(634)	43
CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD	34,871	7,631
CASH AND CASH EQUIVALENTS AT END OF PERIOD	37,582	26,348
REPRESENTED BY:-		
Short-term deposits with licensed banks	7,438	3,400
Cash and bank balances	34,050	25,708
Bank overdrafts	(3,906)	(2,760)
	37,582	26,348

The Unaudited Condensed Consolidated Statement of Cash Flows (formerly known as Cash Flow Statements) should be read in conjunction with the Annual Audited Financial Statements for the financial year ended 31 December 2009 and the accompanying explanatory notes attached to the interim financial report.