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

CASH FLOWS FROM OPERATING ACTIVITIES Type of the before tax and the before tax and the second of the s		9 months ended	
Profit before tax 14,288 13,663 Adjustments for: Non-cash items 12,729 10,974 Non-cash items 394 695 Operating profit before working capital changes 27,411 25,332 Changes in working capital: (430) 42,926 Net change in current liabilities (3,758) (4,331) Cash generated from operations 23,223 63,927 Tax paid (1,491) (3,461) Net cash generated from operating activities 21,732 60,466 CASH FLOWS FROM INVESTING ACTIVITIES (12,482) (4,642) Purchase of property, plant and equipment (12,482) (4,642) Proceeds from disposal of property, plant and equipment (241 145 Interest received 75 31 Net cash used in investing activities (12,166) (4,466) CASH FLOWS FROM FINANCING ACTIVITIES (12,166) (4,208) (2,104) Bank balances held as security 4,389 (38,131) Interest paid (4,09) (2,26) Net cash used in financ			
Profit before tax 14,288 13,663 Adjustments for: Non-cash items 12,729 10,974 Non-cash items 394 695 Operating profit before working capital changes 27,411 25,332 Changes in working capital: (430) 42,926 Net change in current liabilities (3,758) (4,331) Cash generated from operations 23,223 63,927 Tax paid (1,491) (3,461) Net cash generated from operating activities 21,732 60,466 CASH FLOWS FROM INVESTING ACTIVITIES (12,482) (4,642) Purchase of property, plant and equipment (12,482) (4,642) Proceeds from disposal of property, plant and equipment (241 145 Interest received 75 31 Net cash used in investing activities (12,166) (4,466) CASH FLOWS FROM FINANCING ACTIVITIES (12,166) (4,208) (2,104) Bank balances held as security 4,389 (38,131) Interest paid (4,09) (2,26) Net cash used in financ	CASH FLOWS FROM OPERATING ACTIVITIES		
Non-cash items 12,729 10,974 Non-operating items 394 695 Operating profit before working capital changes 27,411 25,332 Changes in working capital:	Profit before tax	14,288	13,663
Non-operating items 394 695 Operating profit before working capital changes 27,411 25,332 Changes in working capital:		12,729	10,974
Changes in working capital: (430) 42,926 Net change in current assets (3,758) (4,331) Cash generated from operations 23,223 63,927 Tax paid (1,491) (3,461) Net cash generated from operating activities 21,732 60,466 CASH FLOWS FROM INVESTING ACTIVITIES Purchase of property, plant and equipment (12,482) (4,642) Proceeds from disposal of property, plant and equipment 241 145 Interest received 75 31 Net cash used in investing activities (12,166) (4,466) CASH FLOWS FROM FINANCING ACTIVITIES (2,104) (3,813) Dividend paid (4,208) (2,104) Bank balances held as security 4,389 (38,131) Interest paid (469) (726) Net cash used in financing activities (288) (40,961) NET INCREASE IN CASH AND CASH EQUIVALENTS 9,278 15,039 Effect of foreign exchange rate differences (1,044) (753) CASH AND CASH EQUIVALENTS AT END OF PERIOD 43,105 21,917 <			
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Net change in current assets (430) 42,926 Net change in current liabilities (3,758) (4,331) Cash generated from operations 23,223 63,927 Tax paid (1,491) (3,461) Net cash generated from operating activities 21,732 60,466 CASH FLOWS FROM INVESTING ACTIVITIES Purchase of property, plant and equipment (12,482) (4,642) Proceeds from disposal of property, plant and equipment 241 145 Interest received 75 31 Net cash used in investing activities (12,166) (4,466) CASH FLOWS FROM FINANCING ACTIVITIES Video (4,208) (2,104) Dividend paid (4,208) (2,104) Bank balances held as security 4,389 (38,131) Interest paid (469) (726) Net cash used in financing activities (288) (40,961) NET INCREASE IN CASH AND CASH EQUIVALENTS 9,278 15,039 Effect of foreign exchange rate differences (1,044) (753) CASH AND CASH EQUIVALENTS AT END OF PERIOD 43,105 21,917	Changes in working capital:		
Cash generated from operations 23,223 63,927 Tax paid (1,491) (3,461) Net cash generated from operating activities 21,732 60,466 CASH FLOWS FROM INVESTING ACTIVITIES Purchase of property, plant and equipment (12,482) (4,642) Proceeds from disposal of property, plant and equipment Interest received 241 145 145 Interest received 75 31 31 31 Net cash used in investing activities (12,166) (4,466) (4,466) CASH FLOWS FROM FINANCING ACTIVITIES (12,166) (4,208) (2,104) Bank balances held as security 4,389 (38,131) (1,269) (726) Net cash used in financing activities (288) (40,961) (726) NET INCREASE IN CASH AND CASH EQUIVALENTS 9,278 15,039 Effect of foreign exchange rate differences (1,044) (753) CASH AND CASH EQUIVALENTS AT END OF PERIOD 34,871 7,631 CASH AND CASH EQUIVALENTS AT END OF PERIOD 43,105 21,917 REPRESENTED BY:-Short-term deposits with licensed banks 3,750<		(430)	42,926
Tax paid (1,491) (3,461) Net cash generated from operating activities 21,732 60,466 CASH FLOWS FROM INVESTING ACTIVITIES Purchase of property, plant and equipment (12,482) (4,642) Proceeds from disposal of property, plant and equipment Interest received 241 145 145 Interest received 75 31 Net cash used in investing activities (12,166) (4,466) (4,466) CASH FLOWS FROM FINANCING ACTIVITIES (4,208) (2,104) (2,104) (3,8131) (469) (726) Dividend paid (4,208) (2,104) (4,389) (38,131) (4,699) (726) Net cash used in financing activities (288) (40,961) (726) Net cash used in financing activities (288) (40,961) NET INCREASE IN CASH AND CASH EQUIVALENTS 9,278 15,039 Effect of foreign exchange rate differences (1,044) (753) CASH AND CASH EQUIVALENTS AT END OF PERIOD 43,105 21,917 REPRESENTED BY:-Short-term deposits with licensed banks 3,750 4,100	Net change in current liabilities	(3,758)	(4,331)
Net cash generated from operating activities 21,732 60,466 CASH FLOWS FROM INVESTING ACTIVITIES Purchase of property, plant and equipment (12,482) (4,642) Proceeds from disposal of property, plant and equipment (145) 241 145 Interest received 75 31 Net cash used in investing activities (12,166) (4,466) CASH FLOWS FROM FINANCING ACTIVITIES (4,208) (2,104) Dividend paid (4,208) (2,104) Bank balances held as security 4,389 (38,131) Interest paid (469) (726) Net cash used in financing activities (288) (40,961) NET INCREASE IN CASH AND CASH EQUIVALENTS 9,278 15,039 Effect of foreign exchange rate differences (1,044) (753) CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD 34,871 7,631 CASH AND CASH EQUIVALENTS AT END OF PERIOD 43,105 21,917 REPRESENTED BY:- Short-term deposits with licensed banks 3,750 4,100 Cash and bank balances 41,514 22,470 Bank overdrafts (2,	Cash generated from operations	23,223	63,927
CASH FLOWS FROM INVESTING ACTIVITIES Purchase of property, plant and equipment (12,482) (4,642) Proceeds from disposal of property, plant and equipment 241 145 Interest received 75 31 Net cash used in investing activities (12,166) (4,466) CASH FLOWS FROM FINANCING ACTIVITIES (4,208) (2,104) Dividend paid (4,208) (38,131) Interest paid (469) (726) Net cash used in financing activities (288) (40,961) NET INCREASE IN CASH AND CASH EQUIVALENTS 9,278 15,039 Effect of foreign exchange rate differences (1,044) (753) CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD 34,871 7,631 CASH AND CASH EQUIVALENTS AT END OF PERIOD 43,105 21,917 REPRESENTED BY:- Short-term deposits with licensed banks 3,750 4,100 Cash and bank balances 41,514 22,470 Bank overdrafts (2,159) (4,653)	Tax paid	(1,491)	(3,461)
Purchase of property, plant and equipment (12,482) (4,642) Proceeds from disposal of property, plant and equipment 241 145 Interest received 75 31 Net cash used in investing activities (12,166) (4,466) CASH FLOWS FROM FINANCING ACTIVITIES Dividend paid (4,208) (2,104) Bank balances held as security 4,389 (38,131) Interest paid (469) (726) Net cash used in financing activities (288) (40,961) NET INCREASE IN CASH AND CASH EQUIVALENTS 9,278 15,039 Effect of foreign exchange rate differences (1,044) (753) CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD 34,871 7,631 CASH AND CASH EQUIVALENTS AT END OF PERIOD 43,105 21,917 REPRESENTED BY:- Short-term deposits with licensed banks 3,750 4,100 Cash and bank balances 41,514 22,470 Bank overdrafts (2,159) (4,653)	Net cash generated from operating activities	21,732	60,466
Purchase of property, plant and equipment (12,482) (4,642) Proceeds from disposal of property, plant and equipment 241 145 Interest received 75 31 Net cash used in investing activities (12,166) (4,466) CASH FLOWS FROM FINANCING ACTIVITIES Dividend paid (4,208) (2,104) Bank balances held as security 4,389 (38,131) Interest paid (469) (726) Net cash used in financing activities (288) (40,961) NET INCREASE IN CASH AND CASH EQUIVALENTS 9,278 15,039 Effect of foreign exchange rate differences (1,044) (753) CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD 34,871 7,631 CASH AND CASH EQUIVALENTS AT END OF PERIOD 43,105 21,917 REPRESENTED BY:- Short-term deposits with licensed banks 3,750 4,100 Cash and bank balances 41,514 22,470 Bank overdrafts (2,159) (4,653)	CASH FLOWS FROM INVESTING ACTIVITIES		
Proceeds from disposal of property, plant and equipment Interest received 241 145 145 31 Net cash used in investing activities (12,166) (4,466) CASH FLOWS FROM FINANCING ACTIVITIES (4,208) (2,104) (38,131) Dividend paid (4,389) (38,131) (38,131) Interest paid (469) (726) (726) Net cash used in financing activities (288) (40,961) NET INCREASE IN CASH AND CASH EQUIVALENTS 9,278 15,039 Effect of foreign exchange rate differences (1,044) (753) CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD 34,871 7,631 CASH AND CASH EQUIVALENTS AT END OF PERIOD 43,105 21,917 REPRESENTED BY:- Short-term deposits with licensed banks 3,750 4,100 Cash and bank balances 41,514 22,470 Bank overdrafts (2,159) (4,653)		(12.482)	(4 642)
Interest received 75 31 Net cash used in investing activities (12,166) (4,466) CASH FLOWS FROM FINANCING ACTIVITIES Dividend paid (4,208) (2,104) Bank balances held as security 4,389 (38,131) Interest paid (469) (726) Net cash used in financing activities (288) (40,961) NET INCREASE IN CASH AND CASH EQUIVALENTS 9,278 15,039 Effect of foreign exchange rate differences (1,044) (753) CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD 34,871 7,631 CASH AND CASH EQUIVALENTS AT END OF PERIOD 43,105 21,917 REPRESENTED BY:- Short-term deposits with licensed banks 3,750 4,100 Cash and bank balances 41,514 22,470 Bank overdrafts (2,159) (4,653)		· · · · · · · · · · · · · · · · · · ·	, ,
CASH FLOWS FROM FINANCING ACTIVITIES Dividend paid (4,208) (2,104) Bank balances held as security 4,389 (38,131) Interest paid (469) (726) Net cash used in financing activities (288) (40,961) NET INCREASE IN CASH AND CASH EQUIVALENTS 9,278 15,039 Effect of foreign exchange rate differences (1,044) (753) CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD 34,871 7,631 CASH AND CASH EQUIVALENTS AT END OF PERIOD 43,105 21,917 REPRESENTED BY:- Short-term deposits with licensed banks Cash and bank balances 3,750 4,100 Cash and bank balances 41,514 22,470 Bank overdrafts (2,159) (4,653)			
Dividend paid (4,208) (2,104) Bank balances held as security 4,389 (38,131) Interest paid (469) (726) Net cash used in financing activities (288) (40,961) NET INCREASE IN CASH AND CASH EQUIVALENTS 9,278 15,039 Effect of foreign exchange rate differences (1,044) (753) CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD 34,871 7,631 CASH AND CASH EQUIVALENTS AT END OF PERIOD 43,105 21,917 REPRESENTED BY:- Short-term deposits with licensed banks Cash and bank balances 3,750 4,100 Cash and bank balances 41,514 22,470 Bank overdrafts (2,159) (4,653)	Net cash used in investing activities	(12,166)	(4,466)
Bank balances held as security 4,389 (38,131) Interest paid (469) (726) Net cash used in financing activities (288) (40,961) NET INCREASE IN CASH AND CASH EQUIVALENTS 9,278 15,039 Effect of foreign exchange rate differences (1,044) (753) CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD 34,871 7,631 CASH AND CASH EQUIVALENTS AT END OF PERIOD 43,105 21,917 REPRESENTED BY:- Short-term deposits with licensed banks Cash and bank balances 3,750 4,100 Cash and bank balances 41,514 22,470 Bank overdrafts (2,159) (4,653)	CASH FLOWS FROM FINANCING ACTIVITIES		
Interest paid (469) (726) Net cash used in financing activities (288) (40,961) NET INCREASE IN CASH AND CASH EQUIVALENTS 9,278 15,039 Effect of foreign exchange rate differences (1,044) (753) CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD 34,871 7,631 CASH AND CASH EQUIVALENTS AT END OF PERIOD 43,105 21,917 REPRESENTED BY:- Short-term deposits with licensed banks 3,750 4,100 Cash and bank balances 41,514 22,470 Bank overdrafts (2,159) (4,653)	Dividend paid	(4,208)	(2,104)
Net cash used in financing activities (288) (40,961) NET INCREASE IN CASH AND CASH EQUIVALENTS 9,278 15,039 Effect of foreign exchange rate differences (1,044) (753) CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD 34,871 7,631 CASH AND CASH EQUIVALENTS AT END OF PERIOD 43,105 21,917 REPRESENTED BY:- Short-term deposits with licensed banks Cash and bank balances 3,750 4,100 Cash and bank balances 41,514 22,470 Bank overdrafts (2,159) (4,653)	Bank balances held as security	4,389	(38,131)
NET INCREASE IN CASH AND CASH EQUIVALENTS 9,278 15,039 Effect of foreign exchange rate differences (1,044) (753) CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD 34,871 7,631 CASH AND CASH EQUIVALENTS AT END OF PERIOD 43,105 21,917 REPRESENTED BY:- Short-term deposits with licensed banks Cash and bank balances 41,514 22,470 Bank overdrafts (2,159) (4,653)	Interest paid	(469)	(726)
Effect of foreign exchange rate differences (1,044) (753) CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD 34,871 7,631 CASH AND CASH EQUIVALENTS AT END OF PERIOD 43,105 21,917 REPRESENTED BY:- Short-term deposits with licensed banks 3,750 4,100 Cash and bank balances 41,514 22,470 Bank overdrafts (2,159) (4,653)	Net cash used in financing activities	(288)	(40,961)
CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD 34,871 7,631 CASH AND CASH EQUIVALENTS AT END OF PERIOD 43,105 21,917 REPRESENTED BY:- Short-term deposits with licensed banks Cash and bank balances Bank overdrafts 3,750 4,100 Cash and bank balances 41,514 22,470 Bank overdrafts (2,159) (4,653)	NET INCREASE IN CASH AND CASH EQUIVALENTS	9,278	15,039
CASH AND CASH EQUIVALENTS AT END OF PERIOD 43,105 21,917 REPRESENTED BY:- Short-term deposits with licensed banks Cash and bank balances Bank overdrafts 3,750 4,100 Cash and bank balances 41,514 22,470 Bank overdrafts (2,159) (4,653)	Effect of foreign exchange rate differences	(1,044)	(753)
REPRESENTED BY:- Short-term deposits with licensed banks Cash and bank balances Bank overdrafts 3,750 4,100 4,100 22,470 (2,159) (4,653)	CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD	34,871	7,631
Short-term deposits with licensed banks 3,750 4,100 Cash and bank balances 41,514 22,470 Bank overdrafts (2,159) (4,653)	CASH AND CASH EQUIVALENTS AT END OF PERIOD	43,105	21,917
Short-term deposits with licensed banks 3,750 4,100 Cash and bank balances 41,514 22,470 Bank overdrafts (2,159) (4,653)	DEDDECEMTED DV.		
Cash and bank balances 41,514 22,470 Bank overdrafts (2,159) (4,653)		3 750	4 100
Bank overdrafts (2,159) (4,653)	·		
43,105 21,917			,
		43,105	21,917

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.