

THONG GUAN INDUSTRIES BERHAD (COMPANY NO. : 324203-K)
UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2010

	12 months ended	
	31.12.2010 RM'000	31.12.2009 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax	22,727	18,541
Adjustments for:		
Non-cash items	14,484	14,797
Non-operating items	506	748
Operating profit before working capital changes	37,717	34,086
Changes in working capital:		
Net change in current assets	(15,791)	27,331
Net change in current liabilities	18,127	13,255
Cash generated from operations	40,053	74,672
Tax paid	(2,085)	(7,052)
Net cash generated from operating activities	37,968	67,620
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(22,176)	(5,907)
Proceeds from disposal of property, plant and equipment	282	167
Interest received	137	46
Net cash used in investing activities	(21,757)	(5,694)
CASH FLOWS FROM FINANCING ACTIVITIES		
Dividend paid	(4,208)	(2,104)
Bank balances held as security	5,973	(31,768)
Interest paid	(643)	(794)
Net cash generated from/ (used in) financing activities	1,122	(34,666)
NET INCREASE IN CASH AND CASH EQUIVALENTS	17,333	27,260
Effect of foreign exchange rate differences	(1,054)	(21)
CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD	34,870	7,631
CASH AND CASH EQUIVALENTS AT END OF PERIOD	51,149	34,870
REPRESENTED BY:-		
Short-term deposits with licensed banks	6,600	2,950
Cash and bank balances	49,363	36,059
Bank overdrafts	(4,814)	(4,139)
	51,149	34,870

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.