

THONG GUAN INDUSTRIES BERHAD (COMPANY NO. : 324203-K)
UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE SECOND QUARTER ENDED 30 JUNE 2011

	6 months ended	
	30.06.2011 RM'000	30.06.2010 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax	15,491	10,738
Adjustments for:		
Non-cash items	7,706	7,204
Non-operating items	162	212
Operating profit before working capital changes	23,359	18,154
Changes in working capital:		
Net change in current assets	(8,516)	(16,210)
Net change in current liabilities	(18,087)	1,211
Cash (used in)/ generated from operations	(3,244)	3,155
Tax paid	(560)	(1,808)
Net cash (used in)/ generated from operating activities	(3,804)	1,347
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(6,500)	(11,351)
Proceeds from disposal of property, plant and equipment	58	120
Interest received	167	43
Net cash used in investing activities	(6,275)	(11,188)
CASH FLOWS FROM FINANCING ACTIVITIES		
Bank balances held as security	5,643	13,441
Interest paid	(330)	(255)
Net cash generated from financing activities	5,313	13,186
NET (DECREASE)/ INCREASE IN CASH AND CASH EQUIVALENTS	(4,766)	3,345
Effect of foreign exchange rate differences	103	(634)
CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD	50,730	34,871
CASH AND CASH EQUIVALENTS AT END OF PERIOD	46,067	37,582
REPRESENTED BY:-		
Short-term deposits with licensed banks	20,136	7,438
Cash and bank balances	29,568	34,050
Bank overdrafts	(3,637)	(3,906)
	46,067	37,582

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 2010 and the accompanying explanatory notes attached to the interim financial report.