

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

	9 months ended	
	30.09.2011 RM'000	30.09.2010 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax	21,788	14,288
Adjustments for:		
Non-cash items	12,085	12,729
Non-operating items	228	394
Operating profit before working capital changes	34,101	27,411
Changes in working capital:		
Net change in current assets	(23,123)	(430)
Net change in current liabilities	(1,273)	(3,758)
Cash generated from operations	9,705	23,223
Tax paid	(473)	(1,491)
Net cash generated from operating activities	9,232	21,732
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(15,756)	(12,482)
Proceeds from disposal of property, plant and equipment	171	241
Interest received	307	75
Net cash used in investing activities	(15,278)	(12,166)
CASH FLOWS FROM FINANCING ACTIVITIES		
Dividend paid	(5,260)	(4,208)
Bank balances held as security	295	4,389
Interest paid	(535)	(469)
Net cash used in financing activities	(5,500)	(288)
NET (DECREASE)/ INCREASE IN CASH AND CASH EQUIVALENTS	(11,546)	9,278
Effect of foreign exchange rate differences	764	(1,044)
CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD	50,730	34,871
CASH AND CASH EQUIVALENTS AT END OF PERIOD	39,948	43,105
REPRESENTED BY:-		
Short-term deposits with licensed banks	18,156	3,750
Cash and bank balances	24,374	41,514
Bank overdrafts	(2,582)	(2,159)
	39,948	43,105

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.