

AHMAD ZAKI RESOURCES BERHAD

CONDENSED CONSOLIDATED CASH FLOW STATEMENT
FOR THE PERIOD ENDED 30 SEPTEMBER 2008
(Figures have not been audited)

	9 months ended 30 September 2008 RM	9 months ended 30 September 2007 RM
CASH FLOW FROM OPERATING ACTIVITIES		
Net profit before taxation	23,036,645	35,216,419
Adjustments for:-		
Amortisation of prepaid lease rental	5,209	6,624
Depreciation of property, plant & equipment	6,260,329	5,012,707
Staff cost in respect of share base payment	1,394,812	-
Interest expenses	9,623,969	6,368,560
Interest revenue	(4,219,038)	(3,400,834)
Gain on disposal of property, plant & equipment	(42,014)	(240,716)
Loss on disposal of property, plant & equipment	0	12,945
Fixed assets written off	134,794	20,016
Impairment loss on investment in unquoted shares	4,500,000	-
Unrealised loss of foreign exchange	14,499	-
Changes in fair value of investment properties	-	-
Dividend Revenue	-	-
Share of results of joint ventures	(697,202)	136,925
Share of results of associated companies	(5,505,139)	1,397
Operating profit before working capital changes	34,506,864	43,134,043
Increase in inventories	(1,536,998)	(2,450)
(Increase)/Decrease in amount due from customers for contract work	(53,575,286)	65,735,255
(Increase)/Decrease in property development expenditure	(2,490,927)	1,784,567
(Decrease)/Increase in amount due to customers for contract work	(1,869,734)	19,277,475
Decrease/(Increase) in trade and other receivables	74,166,025	(79,753,977)
Decrease in trade and other payables	(25,550,623)	(10,598,645)
Cash generated/(used in) from operations	23,649,321	39,576,268
Tax paid	(14,546,078)	(10,838,149)
Interest payment	(11,236,213)	(6,625,409)
Net cash generated/(used in) from operating activities	(2,132,970)	22,112,710
CASH FLOWS FROM INVESTING ACTIVITIES		
Development expenditure	(25,016,643)	(9,507,287)
Investment in unquoted bonds	-	(4,000,000)
Investment in quoted shares	(3,429,523)	-
Interest received	4,344,122	3,400,834
Purchase of property, plant & equipment	(6,611,989)	(5,988,488)
Proceeds from disposal of property, plant & equipment	97,022	1,568,866
Repayment from related companies	-	105,106
Dividend Revenue	919,021	-
Net cash used in investing activities	(29,697,990)	(14,420,969)
CASH FLOWS FROM FINANCING ACTIVITIES		
Repayment to related companies	(70,904)	-
Advance from Joint Ventures	1,117,160	-
Dividend paid	(10,225,757)	(7,324,039)
Proceeds from paid up capital	48,393,030	2,517,810
Settlement of right issue expenses	(910,546)	-
Proceeds from trust receipts/murabahah	9,921,934	63,134,562
(Repayment)of trust receipts/murabahah	(24,781,915)	(20,664,806)
Payment to hire purchase creditors	(3,643,362)	(1,142,935)
Term loan drawdown	-	40,000,000
Repayment of term loan	(90,213)	(1,201,785)
Net cash generated from/(used in) financing activities	19,709,427	75,318,807
Effects of exchange difference on cash & cash equivalents	600,905	(402,260)
Net increase/(decrease)in cash and cash equivalents	(12,121,533)	83,010,548
Cash and cash equivalents at beginning of the year/period	204,493,244	141,316,787
Cash and cash equivalents at end of the period	192,972,616	223,925,075
Cash and cash equivalents included in the condensed cash flows statements comprise the following amounts :-		
Cash and bank balances	36,221,497	52,071,966
Cash deposits with licensed banks	160,253,721	173,319,159
Bank overdrafts	(3,502,602)	(1,466,050)
	192,972,616	223,925,075

The Condensed Consolidated Cash Flow Statements should be read in conjunction with the Annual Financial Statements for the year ended 31st December 2007.