

AHMAD ZAKI RESOURCES BERHAD

CONDENSED CONSOLIDATED CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2008
(Figures have not been audited)

	12 months ended 31 December 2008 RM	12 months ended 31 December 2007 RM
CASH FLOW FROM OPERATING ACTIVITIES		
Net profit before taxation	29,832,810	42,129,262
Adjustments for:-		
Amortisation of prepaid lease rental	6,945	9,517
Depreciation of property, plant & equipment	8,555,064	7,296,272
Staff cost in respect of share base payment	1,394,812	-
Interest expenses	13,215,245	10,018,327
Interest revenue	(5,563,239)	(4,679,841)
Gain on disposal of property, plant & equipment	(1,138,143)	(592,948)
Gain on disposal of leasehold land	-	(10,287)
Fixed assets written off	141,100	21,766
Inventories written off	-	76,739
Impairment loss on investment in unquoted shares	6,000,000	-
Unrealised loss of foreign exchange	2,197	4,303,063
Changes in fair value of investment properties	-	(450,000)
Dividend Revenue	-	(326)
Share of results of joint ventures	(865,579)	271,221
Share of results of associated companies	(5,870,210)	(1,669,879)
Operating profit before working capital changes	45,711,002	56,722,886
Increase in inventories	(784,547)	(1,697,970)
(Increase)/Decrease in amount due from customers for contract work	(86,133,690)	33,746,360
(Increase)/Decrease in property development expenditure	(3,300,262)	(746,765)
Increase in amount due to customers for contract work	6,215,574	19,620,442
Decrease/(Increase) in trade and other receivables	59,821,786	(81,276,168)
Increase in trade and other payables	5,536,423	24,301,997
Cash generated from operations	27,066,286	50,670,782
Tax paid	(18,068,071)	(8,697,237)
Interest payment	(13,249,500)	(14,530,494)
Net cash (used in)/generated from operating activities	(4,251,285)	27,443,051
CASH FLOWS FROM INVESTING ACTIVITIES		
Development expenditure	(32,643,717)	(18,028,638)
Acquisition of associated company	-	(82,964,680)
Investment in unquoted bonds	-	(4,000,000)
Investment in quoted shares	(3,526,415)	-
Interest received	5,499,441	4,679,841
Purchase of property, plant & equipment	(7,963,892)	(5,222,929)
Proceeds from disposal of property, plant & equipment	259,941	898,015
Proceeds from disposal of leasehold land	-	1,103,311
Dividend Revenue	2,167,088	326
Net cash used in investing activities	(36,207,554)	(103,534,754)
CASH FLOWS FROM FINANCING ACTIVITIES		
Advances from /(Repayment to) ultimate holding company	(77,424)	137,641
Repayment to related companies	22,082	(61,184)
Advance from Joint Ventures	1,195,082	-
Dividend paid	(10,225,757)	(7,324,039)
Proceeds from paid up capital	48,393,030	4,966,125
Settlement of right issue expenses	(910,546)	-
Proceeds from trust receipts/murabahah	10,980,693	69,418,499
(Repayment)of trust receipts/murabahah	(29,560,707)	(30,831,777)
Payment to hire purchase creditors	(5,061,257)	(3,193,581)
Term loan drawdown	-	107,000,000
Repayment of term loan	(90,213)	-
Net cash generated from financing activities	14,664,983	140,111,684
Effects of exchange difference on cash & cash equivalents	(601,608)	(843,524)
Net (decrease)/increase in cash and cash equivalents	(25,793,856)	64,019,981
Cash and cash equivalents at beginning of the year/period	204,493,244	141,316,787
Cash and cash equivalents at end of the year	178,097,780	204,493,244
Cash and cash equivalents included in the condensed cash flows statements comprise the following amounts :-		
Cash and bank balances	26,464,592	41,804,860
Cash deposits with licensed banks	161,498,790	166,185,732
Bank overdrafts	(9,865,602)	(3,497,348)
	178,097,780	204,493,244

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FOR THE YEAR ENDED 31 DECEMBER 2008**

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