

**Pharmaniaga Berhad**  
**467709-M**  
**Incorporated In Malaysia**

**III. CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**

	<b>Unaudited</b>	<b>Audited</b>
	Twelve months to	Twelve months to
<b>Note</b>	<b>31/12/2010</b>	<b>31/12/2009</b>
	RM'000	RM'000
<b>Operating Activities</b>		
Cash receipts from customers	1,375,599	1,365,439
Cash payments to suppliers	(1,148,937)	(1,151,237)
Cash payments to employees and for expenses	(123,187)	(108,243)
Cash generated from operations	<u>103,475</u>	<u>105,959</u>
Interest paid	(3,834)	(3,398)
Profit from Murabahah Commercial Paper	(203)	(486)
Income taxes paid	(24,121)	(28,170)
Income taxes refund	-	840
Interest received	<u>1,027</u>	<u>871</u>
<b>Net cash generated from operating activities</b>	<b>76,344</b>	<b>75,616</b>
<b>Investing Activities</b>		
Purchase of property, plant and equipment	(9,832)	(32,008)
Proceeds from disposal of property, plant and equipment	180	159
Proceeds from disposal of non-current assets held for sale	1,000	55,541
<b>Net cash (used in)/ generated from investing activities</b>	<b>(8,652)</b>	<b>23,692</b>
<b>Financing Activities</b>		
Drawdown/ (repayments) of short term borrowings	6,665	(12,566)
Dividend paid	(37,709)	(21,663)
Redemption of Murabahah Commercial Papers	(14,000)	(16,000)
Redemption of Murabahah Medium Term Notes	(15,000)	(15,000)
Repayment of term loan	(8,550)	(19,800)
Term loan interest paid	(140)	(918)
Profit on Murabahah Medium Term Notes paid	(713)	(1,388)
<b>Net cash used in financing activities</b>	<b>(69,447)</b>	<b>(87,335)</b>
<b>Effects of exchange rate changes</b>	<b>324</b>	<b>(1,738)</b>
<b>Net change in Cash and Cash Equivalents</b>	<u>(1,431)</u>	<u>10,235</u>
Cash and Cash Equivalents as at beginning of financial year	<u>104,408</u>	<u>94,173</u>
<b>Cash and Cash Equivalents as at end of financial year</b>	<b>(a) <u>102,977</u></b>	<b><u>104,408</u></b>

**Pharmaniaga Berhad**  
**467709-M**  
**Incorporated In Malaysia**

**III. CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS (CONT'D)**

	<b>Unaudited</b>	<b>Audited</b>
	Twelve months to	Twelve months to
	<b>31/12/2010</b>	<b>31/12/2009</b>
	RM'000	RM'000
<b>(a) Cash and Cash Equivalents comprise the following amounts:</b>		
Current cash, bank balances and deposits		
- Unrestricted	102,977	104,408
 Cash and cash equivalents	<u>102,977</u>	<u>104,408</u>

The condensed Consolidated Statement of Cash Flows should be read in conjunction with the Annual Audited Financial Statements for the year ended 31 December 2009.