

**SKP RESOURCES BHD***(Company No: 524297-T)**Incorporated in Malaysia under the Companies Act, 1965***UNAUDITED CONDENSED CONSOLIDATED CASH FLOW STATEMENT**

	<b>12 months ended 31/03/2005 RM'000 (Unaudited)</b>	<b>12 months ended 31/03/2004 RM'000 (Audited)</b>
<b>Cash flows from operating activities</b>		
Profit before taxation	14,488	13,364
Adjustments for:		
Depreciation	4,374	4,098
Bad debts written off	-	378
Recognition of negative goodwill	(849)	(849)
Property, plant and equipment written off	-	36
Loss on disposal of property, plant and equipment	57	24
Gain on disposal of other investment	-	(89)
Interest expense	34	73
Interest income	(809)	(852)
Operating profit before working capital changes	<u>17,295</u>	<u>16,183</u>
(Increase)/Decrease in inventories	(790)	22
(Increase) in receivables	(4,401)	(4,022)
Increase in payables	<u>3,956</u>	<u>716</u>
Cash generated from operations	16,060	12,899
Interest paid	(34)	(73)
Taxes paid	<u>(3,090)</u>	<u>(3,324)</u>
Net cash generated from operating activities	<u>12,936</u>	<u>9,502</u>
<b>Cash flows from investing activities</b>		
Purchase of property, plant and equipment	(12,386)	(8,513)
Proceeds from disposal of property, plant and equipment	270	200
Proceeds from disposal of other investment	-	2,089
Purchase of other investments	(2,080)	-
Interest received	<u>809</u>	<u>852</u>
Net cash (used in)/generated from investing activities	<u>(13,387)</u>	<u>(5,372)</u>
<b>Cash flows from financing activities</b>		
Repayment of hire purchase	326	(143)
Additional hire purchase finance	-	-
Repayment of term loan	(114)	(745)
Dividend paid	<u>(480)</u>	<u>(2,400)</u>
Net cash (used in)/generated from financing activities	<u>(268)</u>	<u>(3,288)</u>
<b>Net increase in cash and cash equivalents</b>	(719)	842
Cash and cash equivalents at beginning of period	34,545	33,703
<b>Cash and cash equivalents at end of period</b>	<u><u>33,826</u></u>	<u><u>34,545</u></u>
<i># Represented by:</i>		
Cash at Bank	<u>33,826</u>	<u>34,545</u>
	<u><u>33,826</u></u>	<u><u>34,545</u></u>

The Unaudited Condensed Consolidated Balance Sheet should be read in conjunction with the annual financial statements for the year ended 31 March 2004.