

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

	9 months ended 31/12/2005 RM'000	9 months ended 31/12/2004 RM'000
Cash flows from operating activities		
Profit before taxation	9,632	10,335
Adjustments for:		
Depreciation	3,758	3,280
Recognition of negative goodwill	(637)	(637)
Property, plant and equipment written off	273	-
Loss on disposal of property, plant and equipment	(15)	20
Interest expense	152	26
Interest income	(784)	(590)
Operating profit before working capital changes	<u>12,379</u>	<u>12,434</u>
Increase in inventories	(2,991)	(694)
Decrease/(Increase) in receivables	189	(4,566)
Increase in payables	<u>16</u>	<u>2,339</u>
Cash generated from operations	9,593	9,513
Interest paid	(152)	(26)
Taxes paid	<u>(2,621)</u>	<u>(2,562)</u>
Net cash generated from operating activities	<u>6,820</u>	<u>6,925</u>
Cash flows from investing activities		
Purchase of property, plant and equipment	(13,831)	(2,620)
Proceeds from disposal of property, plant and equipment	42	110
Purchase of other investments	(1,000)	(2,855)
Interest received	784	590
Net cash used in investing activities	<u>(14,005)</u>	<u>(4,775)</u>
Cash flows from financing activities		
Repayment of hire purchase	(142)	(119)
Drawdown of term Loan	8,601	-
Repayment of term loan	(238)	(85)
Acquisition of treasury shares	(455)	-
Dividend paid	<u>(2,982)</u>	<u>(480)</u>
Net cash generated from/(used in) financing activities	<u>4,784</u>	<u>(684)</u>
Net (decrease)/increase in cash and cash equivalents	(2,401)	1,466
Cash and cash equivalents at beginning of period	33,826	34,545
Cash and cash equivalents at end of period	<u>31,425</u>	<u>36,011</u>
<i># Represented by:</i>		
Cash at Bank	<u>31,425</u>	<u>36,011</u>
	<u>31,425</u>	<u>36,011</u>

The Unaudited Condensed Consolidated Balance Sheet should be read in conjunction with the annual financial statements for the year ended 31 March 2005.