

**BIO OSMO BHD**  
**(Company No. 740838-A )**  
**(Incorporated in Malaysia)**

**UNAUDITED CONDENSED CONSOLIDATED CASH FLOW STATEMENT FOR THE YEAR ENDED 30 JUNE 2008**

	YEAR ENDED 30/06/2008 RM'000	YEAR ENDED 30/06/2007 RM'000
<b>CASH FLOWS FROM / (USED IN) OPERATING ACTIVITIES</b>		
Profit before tax	11,300	N/A
Adjustments for:		
Depreciation of property, plant and equipment	5,818	N/A
Unrealised Foreign Exchange Gain/(Loss)	(163)	N/A
Interest Expense	3,715	N/A
Interest Income	(220)	N/A
<b>Operating profit before working capital changes</b>	<u>20,450</u>	<u>N/A</u>
Decrease/(Increase) in inventories	(1,350)	N/A
Decrease/(Increase) in trade receivables	(10,932)	N/A
Decrease/(Increase) in other receivables, deposits and prepayments	(2,432)	N/A
Increase/(Decrease) in trade payables	429	N/A
Increase/(Decrease) in other payables and accruals	(1,420)	N/A
Cash used in operations	<u>4,745</u>	<u>N/A</u>
Income tax paid	-	N/A
<b>Net cash used in operating activities</b>	<u><b>4,745</b></u>	<u>N/A</u>
<b>CASH FLOWS FROM / (USED IN) INVESTING ACTIVITIES</b>		
Interest received	220	N/A
Proceeds from issuance of shares	42,812	N/A
Purchase of property, plant and equipment	(2,299)	N/A
Effects of acquisition of subsidiary companies	(31,250)	N/A
<b>Net cash generated from investing activities</b>	<u><b>9,483</b></u>	<u>N/A</u>
<b>CASH FLOWS FROM / (USED IN) FINANCING ACTIVITIES</b>		
Net proceeds/(repayment) of borrowings	511	N/A
Repayment of finance payables	(5,507)	N/A
Repayment of term loan	(974)	N/A
Finance costs paid	(3,142)	N/A
<b>Net cash generated from / (used in) financing activities</b>	<u><b>(9,112)</b></u>	<u>N/A</u>
<b>NET INCREASE IN CASH AND CASH EQUIVALENTS</b>	<b>5,116</b>	N/A
<b>CURRENCY TRANSLATION DIFFERENCES</b>	<b>17</b>	N/A
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD</b>	<b>0</b>	N/A
<b>CASH AND CASH EQUIVALENTS AT END OF PERIOD</b>	<u><u><b>5,133</b></u></u>	<u><u>N/A</u></u>

Notes:

The unaudited condensed consolidated cash flow statement should be read in conjunction with the audited financial statement for the financial year ended 30 June 2007 and the accompanying explanatory notes attached to the interim financial report.

Comparative figures for preceding year's corresponding quarter or period is not available as this is the first year the Group presents its financial report.