

**RAPID SYNERGY BERHAD**

(Company No. 325935-U)

(Incorporated in Malaysia)

**INTERIM FINANCIAL STATEMENTS FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2006****Condensed Consolidated Cash Flow Statement**

	YEAR ENED 31 DECEMBER	
	2006 RM'000	2005 RM'000
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Net Profit/(Loss) before tax	8,100	5,257
Adjustment for:-		
Depreciation	1,114	1,242
Interest expense	186	263
Interest income	(1,384)	(947)
Others	174	34
Operating profit before working capital changes	<u>8,190</u>	<u>5,849</u>
Decrease/(Increase) in:		
Inventories	(1,635)	1,146
Receivables	(1,447)	2,284
Property development cost	2,382	573
(Decrease)/Increase in payables	5,998	2,616
Cash generated from/(used in) operating activities	<u>13,488</u>	<u>12,468</u>
Net tax paid	(2,838)	(1,371)
Interest paid	(186)	(263)
Net cash generated from/(used in) operating activities	<u>10,464</u>	<u>10,834</u>
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>		
Interest received	1,384	947
Plant & equipment	(1,903)	(1,350)
Land held for development	(262)	(353)
Investment properties	(14,722)	-
Construction cost	(18,008)	-
Reversal of renovation	-	38
Proceeds from disposal of fixed assets	50	60
Purchase of subsidiary (Note A)	(266)	-
Net cash generated used in investing activities	<u>(33,727)</u>	<u>(658)</u>
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>		
Repayment of term loan	(1,161)	(1,338)
Dividend paid	(840)	(840)
Net cash generated used in financing activities	<u>(2,001)</u>	<u>(2,178)</u>
Net decrease in cash and cash equivalents	<u>(25,264)</u>	<u>7,998</u>
Cash and cash equivalents at 1 January	<u>31,902</u>	<u>23,904</u>
Cash and cash equivalents at 31 December	<u><u>6,638</u></u>	<u><u>31,902</u></u>
Note A:	RM'000	
Purchase of subsidiary		
Property	3,279	
Other receivable	10	
Payables	<u>(3,023)</u>	
Net assets acquired	<u>266</u>	
Cash outflow on purchase of subsidiary	<u><u>266</u></u>	

(The Condensed Consolidated Cash Flow Statement should be read in conjunction with the audited financial statements for the year ended 31 December 2005 and the accompanying explanatory notes attached to the interim financial statements).