



**MALAYSIA PACKAGING INDUSTRY BERHAD (22265-U)**  
**Quarterly Report for the 3rd quarter ended 30 September 2004**

**CONDENSED CASH FLOW STATEMENTS**

*(The figures have not been audited)*

|   | 9 months ended<br>30/09/2004<br>RM'000 | 9 months ended<br>30/09/2003<br>RM'000 |
|---|--|--|
| <b>CASH FLOWS FROM OPERATING ACTIVITIES</b>                   |  |  |
| Loss before taxation  | (632)                                  | (1,427)                                |
| Adjustment for :  |  |  |
| Non-cash operating items                                      | 2,848                                  | 2,329                                  |
| Interest expenses   | 89                                     | 178                                    |
| Income income   | -                                      | (1)                                    |
| Operating profit before working capital changes               | 2,305                                  | 1,079                                  |
| Changes in working capital :                                  |  |  |
| Increase in inventories                                       | (3,648)                                | (1,795)                                |
| Increase in receivables                                       | (4,612)                                | (1,754)                                |
| Increase in payables  | 5,929                                  | 3,070                                  |
| Cash (used in) / generated from operations                    | (26)                                   | 600                                    |
| Tax paid  | (40)                                   | (475)                                  |
| Interest paid   | (89)                                   | (178)                                  |
| Payment of retirement benefit / unutilised leave              | (886)                                  | (3)                                    |
| <b>Net cash used in operating activities</b>                  | <b>(1,041)</b>                         | <b>(56)</b>                            |
| <b>CASH FLOWS FROM INVESTING ACTIVITIES</b>                   |  |  |
| Proceeds from disposal of property, plant and equipment       | 101                                    | 1                                      |
| Purchase of property, plant and equipment                     | (3,146)                                | (2,528)                                |
| Interest income   | -                                      | 1                                      |
| <b>Net cash used in investing activities</b>                  | <b>(3,045)</b>                         | <b>(2,526)</b>                         |
| <b>CASH FLOWS FROM FINANCING ACTIVITIES</b>                   |  |  |
| Proceeds from Rights Issue                                    | -                                      | 6,810                                  |
| Proceeds from bank borrowings                                 | 2,098                                  | 1,017                                  |
| Repayment of bank borrowings                                  | -                                      | -                                      |
| Dividend paid   | (631)                                  | (420)                                  |
| <b>Net cash generated from financing activities</b>           | <b>1,467</b>                           | <b>7,407</b>                           |
| <b>NET (DECREASE) / INCREASE IN CASH AND CASH EQUIVALENTS</b> | <b>(2,619)</b>                         | <b>4,825</b>                           |
| <b>CASH AND CASH EQUIVALENT AT BEGINNING OF THE YEAR</b>      | <b>2,440</b>                           | <b>577</b>                             |
| <b>CASH AND CASH EQUIVALENT AT END OF THE YEAR *</b>          | <b>(179)</b>                           | <b>5,402</b>                           |
|   | -                                      | -                                      |

\* The cash and cash equivalents consists of cash and bank balances, net of bank overdraft.