

HWA TAI INDUSTRIES BERHAD (Company No. 19688-V)
INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 MARCH 2006

Condensed Consolidated Cash Flow Statement

	3 months ended 31-Mar-06 (RM'000)	3 months ended 31-Mar-05 (RM'000)
Net profit / (loss) before tax	261	(712)
Adjustment for non-cash items:-		
Non-cash items	851	796
Non-operating items	-	-
Operating profit / (loss) before changes in working capital	<u>1,112</u>	<u>84</u>
Changes in working capital:-		
Net change in current assets	(1,700)	4,035
Net change in current liabilities	1,058	(4,914)
Tax paid	-	-
	<u>(642)</u>	<u>(879)</u>
Net cash flows from operating activities	<u>470</u>	<u>(795)</u>
Investment Activities		
Equity investments	-	-
Other investments	(68)	-
	<u>(68)</u>	<u>-</u>
Financing Activities		
Transactions with owner as owner	-	-
Bank borrowings	521	545
Debts securities issued	-	-
	<u>521</u>	<u>545</u>
Net Change in Cash & Cash Equivalents	923	(250)
Cash & Cash Equivalents at beginning of period	<u>(167)</u>	<u>(1,080)</u>
Cash & Cash Equivalents at end of period	<u>756</u>	<u>(1,330)</u>
 Cash and cash equivalents at the end of the financial period comprise the following:		
Cash and bank balances	1,801	1,150
Bank overdrafts	(1,045)	(2,480)
	<u>756</u>	<u>(1,330)</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.