

**HWA TAI INDUSTRIES BERHAD (Company No. 19688-V)**  
**INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 30 JUNE 2009**

**Condensed Consolidated Cash Flow Statement**

	<b>6 months ended 30-Jun-09 (RM'000)</b>	<b>6 months ended 30-Jun-08 (RM'000)</b>
<b>Net profit/(loss) before tax</b>	1,288	(141)
<b>Adjustment for non-cash items:-</b>		
Non-cash items	4,917	4,967
Non-operating items	460	531
<b>Operating profit before changes in working capital</b>	<u>6,665</u>	<u>5,357</u>
<b>Changes in working capital:-</b>		
Net change in current assets	3,795	(487)
Net change in current liabilities	(3,365)	(7,694)
Tax paid	(30)	(15)
	<u>400</u>	<u>(8,196)</u>
<b>Net cash flows from operating activities</b>	<u>7,065</u>	<u>(2,839)</u>
<b>Investment Activities</b>		
Other investments	(226)	602
	<u>(226)</u>	<u>602</u>
<b>Financing Activities</b>		
Bank borrowings	(2,309)	2,285
	<u>(2,309)</u>	<u>2,285</u>
<b>Net Change in Cash &amp; Cash Equivalents</b>	4,530	48
<b>Cash &amp; Cash Equivalents at beginning of year</b>	<u>(2,248)</u>	<u>(1,318)</u>
<b>Cash &amp; Cash Equivalents at end of period</b>	<u>2,282</u>	<u>(1,270)</u>
<b>Cash and cash equivalents at the end of the financial period comprise the following:</b>		
Cash and bank balances	2,895	1,642
Fixed deposits	-	4
Bank overdrafts	(613)	(2,916)
	<u>2,282</u>	<u>(1,270)</u>

The condensed consolidated cash flow statement should be read in conjunction with the audited financial statements for the year ended 31 December 2008 and the accompanying explanatory notes attached to the interim statements.