

**KEAN BOON GROUP BERHAD**

(Company No. 219350 - H)

(Incorporated in Malaysia)

AND ITS SUBSIDIARIES

**CONDENSED CONSOLIDATED CASH FLOW STATEMENT
FOR THE PERIOD ENDED 30 JUNE 2005**

	RM'000	30/6/04 RM'000
Profit before taxation	2,174	1,614
Adjustments for		
Non-cash items	1,564	3,329
Non-operating items	(537)	(226)
Operating profit before changes in working capital	3,201	4,717
Changes in working capital		
Net changes in current assets	(16,529)	(18,503)
Net changes in current liabilities	401	2,196
Net cash outflow flow from operating activities	(12,927)	(11,590)
Cash flows from investing activities		
- Other investments	(2,480)	(2,358)
Net cash outflow from investing activities	(2,480)	(2,358)
Cash flows from financing activities		
- Borrowings	3,420	13,039
- Issuance of shares to minority interest	-	100
Net cash inflow from financing activities	3,420	13,139
Net decrease in cash and cash equivalents	(11,987)	(809)
Cash and cash equivalents at beginning of the year	12,565	5,381
Cash and cash equivalents at end of the period	578	4,572

Note :

Cash and cash equivalents

Cash and cash equivalents included in the condensed consolidated cash flow statement comprise the following :

Short term deposits with licensed banks	680	1,400
Cash and bank balances	3,638	5,690
Bank overdraft	(3,740)	(2,518)
	578	4,572

The notes set out on pages 5 to 12 form an integral part of, and, should be read in conjunction with, this interim financial report.