



METECH GROUP BERHAD (Company No. 219350-H)
(Incorporated in Malaysia)
AND ITS SUBSIDIARIES

CONDENSED CONSOLIDATED CASH FLOW STATEMENT
FOR THE PERIOD ENDED 30 SEPTEMBER 2007

| | RM'000 | 30-09-06 RM'000 |
|---|---------------|----------------------------|
| Profit before taxation | 2,283 | 3,847 |
| Adjustments for | | |
| Non-cash items | 6,246 | 5,715 |
| Non-operating items | 3,099 | 1,709 |
| Operating profit before changes in working capital | 11,628 | 11,271 |
| Changes in working capital | | |
| Net changes in current assets | 1,572 | (17,284) |
| Net changes in current liabilities | (1,644) | 6,529 |
| Tax paid | (99) | (774) |
| Net cash inflow/(outflow) from operating activities | 11,457 | (258) |
| Cash flows from investing activities | | |
| - Other investments | (15,375) | (11,772) |
| - Acquisition of subsidiary, net of cash | 1,570 | - |
| Net cash outflow from investing activities | (13,805) | (11,772) |
| Cash flows from financing activities | | |
| - Borrowings | 6,372 | 10,937 |
| - Dividend paid to shareholders | (591) | (583) |
| - Proceed to minority shareholders | 40 | (293) |
| Net cash inflow from financing activities | 5,821 | 10,061 |
| Net increase in cash and cash equivalents | 3,473 | 9,803 |
| Cash and cash equivalents at 1 January | 3,772 | 9,431 |
| Cash and cash equivalents at 30 September | 7,245 | 19,234 |

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 | - | 1,300 |
| Cash and bank balances | 9,758 | 7,758 |
| Bank overdrafts | (2,513) | (1,596) |
| | 7,245 | 7,462 |

The condensed consolidated cash flow statement should be read in conjunction with the audited financial statements for the year ended 31 December 2006 and the accompanying explanatory notes attached to the interim financial statements