



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

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**  
**FOR THE QUARTER ENDED 30 JUNE 2010**

*(The figures have not been audited)*

	<b>6/30/2010</b>	<b>6/30/2009</b>
	<b>RM'000</b>	<b>RM'000</b>
Profit before taxation	1,199	(844)
Adjustments for		
Non-cash items	4,667	4,851
Non-operating items	-	-
Operating profit before changes in working capital	<u>5,866</u>	<u>4,007</u>
Changes in working capital		
Net changes in current assets	1,386	32,162
Net changes in current liabilities	3,748	(1,008)
Tax paid	383	(364)
Net cash inflow from operating activities	<u>11,383</u>	<u>34,797</u>
<b>Cash flows from investing activities</b>		
- Other investments	(2,209)	(2,613)
- Acquisition of subsidiary, net of cash	-	(108)
Net cash outflow from investing activities	<u>(2,209)</u>	<u>(2,721)</u>
<b>Cash flows from financing activities</b>		
- Borrowings	(8,391)	(29,233)
Net cash outflow from financing activities	<u>(8,391)</u>	<u>(29,233)</u>
Net increase in cash and cash equivalents	<u>783</u>	<u>2,843</u>
Cash and cash equivalents at 1 January	7,175	3,682
Cash and cash equivalents at 30 June	<u><u>7,958</u></u>	<u><u>6,525</u></u>

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	136	9
Cash and bank balances	9,990	8,542
Bank overdrafts	(2,168)	(2,026)
	<u><u>7,958</u></u>	<u><u>6,525</u></u>

The condensed consolidated cash flow statement should be read in conjunction with the audited financial statements for the year ended 31 December 2009 and the accompanying explanatory notes attached to the interim financial statements