

**LAY HONG BERHAD (107129-H)**  
Incorporated in Malaysia

**Condensed Consolidated Cash Flow Statements for the quarter ended 30 June 2004**  
**(The figures have not been audited)**

	3 months Ended 30-June-2004 Unaudited RM' 000	3 months Ended 30-June-2003 Audited RM' 000
Net (loss)/profit before tax	(1,798)	80
Adjustment for non - cash flows :-		
Non-cash items	1,739	1,544
Non-operating items ( investing / financing )	739	465
Operating profit before changes in working capital	680	2,089
Changes in working capital		
Net change in current assets	(7,708)	(3,502)
Net change in current liabilities	1,152	(872)
Interest paid	(748)	(491)
Taxes paid	(117)	(39)
Net cash flows from operating activities	(6,741)	(2,815)
Investing Activities		
Equity investments	9	9
Other investments	(8,249)	(3,843)
	(8,240)	(3,834)
Financing Activities		
Bank borrowings,net of repayments	9,637	(285)
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Net change in cash & cash equivalents	(5,344)	(6,934)
Cash & cash equivalents at beginning of year	(320)	2,347
Cash & cash equivalents at end of the period	(5,664)	(4,587)

**( The Condensed Consolidated Cash Flow Statement should be read in conjunction with the Annual Financial Report for the year ended 31st March 2004)**