

WCT ENGINEERING BERHAD

(Company Number : 66538-K)

CONDENSED CONSOLIDATED CASH FLOW STATEMENT FOR THE 6 MONTHS ENDED 30 JUNE 2005

	UNAUDITED CUMULATIVE PERIOD CURRENT YEAR TODATE RM'000	CUMULATIVE PERIOD PRECEDING YEAR CORRESPONDING RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	71,120	62,538
Adjustments for:-		
Non-cash items	11,901	(1,242)
Non-operating items - financing	10,317	1,016
Non-operating items - investing	(4,652)	(4,653)
Operating profit before working capital changes	<u>88,686</u>	<u>57,659</u>
Net changes in current assets	(4,240)	1,201
Net changes in current liabilities	(84,596)	(10,215)
Cash flows generated from operations	<u>(150)</u>	<u>48,645</u>
Interest paid	(8,716)	(7,094)
Interest received	6,324	5,034
Taxation paid	(18,594)	(8,628)
Net cash (used in) operating activities	<u>(21,136)</u>	<u>37,957</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Investments in		-
- associated companies	-	
- jointly controlled entity	-	(150)
- unquoted shares	-	(154)
Acquisition of subsidiary net of cash acquired	407	31,552
Other investments	(15,176)	(30,044)
Net cash used in investing activities	<u>(14,769)</u>	<u>1,204</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Dividend paid	(40,800)	(6,346)
Issue of shares	68,379	15,755
Sinking funds	(43,636)	(16,782)
Bank borrowings	12,716	2,204
Coupon payment on bonds	(2,975)	(2,988)
Payment of incidental costs to issue of bonds and shares		(11)
Net cash (used in)/generated from financing activities	<u>(6,316)</u>	<u>(8,168)</u>
NET(DECREASE)/ INCREASE IN CASH AND CASH EQUIVALENTS DURING THE FINANCIAL PERIOD	(42,221)	30,993
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE FINANCIAL PERIOD	249,381	144,918
Foreign exchange differences	(17)	(14)
CASH AND CASH EQUIVALENTS AT END OF THE FINANCIAL PERIOD	<u>207,143</u>	<u>175,897</u>

(The Condensed Consolidated Cash Flow Statements should be read in conjunction with the Annual Financial Report for the financial year ended 31 December 2004).

