

**WCT ENGINEERING BERHAD**

(Company Number : 66538-K)

**CONDENSED CONSOLIDATED CASH FLOW STATEMENT  
FOR THE 9 MONTHS PERIOD ENDED 30 SEPTEMBER 2006**

	UNAUDITED CUMULATIVE PERIOD CURRENT YEAR TODATE 30.09.2006 RM'000	CUMULATIVE PERIOD PRECEDING YEAR CORRESPONDING 30.09.2005 RM'000
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before taxation	100,009	99,528
Adjustments for:-		
Non-cash items	23,560	17,915
Non-operating items - financing	9,424	13,388
Non-operating items - investing	1,742	(11,248)
Operating profit before working capital changes	134,735	119,583
Net changes in current assets	(223,860)	(24,307)
Net changes in current liabilities	228,350	(61,010)
Cash flows generated from operations	139,225	34,266
Interest paid *	(21,957)	(10,687)
Interest received	11,128	8,978
Taxation paid	(24,975)	(38,322)
Net cash generated from/(used in) operating activities	103,421	(5,765)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Acquisition of subsidiary net of cash acquired	5,852	407
Acquisition of land	(40,000)	(71,492)
Other investments	(14,779)	6,141
Net cash used in investing activities	(48,927)	(64,944)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Issue of shares	1,810	68,734
Dividend paid	(22,423)	(38,245)
Sinking funds	-	(40,137)
Bank borrowings	22,475	165,118
Coupon payment on bonds	(4,932)	(5,161)
Net cash (used in)/generated from financing activities	(3,070)	150,309
NET INCREASE IN CASH AND CASH EQUIVALENTS DURING THE FINANCIAL PERIOD	51,424	79,600
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE FINANCIAL PERIOD	345,454	249,381
Foreign exchange differences	(10,042)	(71)
CASH AND CASH EQUIVALENTS AT END OF THE FINANCIAL PERIOD **	386,836	328,910
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\* Included in interest paid is interest capitalised amounting to RM8,815,679

\*\* Cash &amp; bank balances exclude escrow and redemption account amounting to RM3,535,199 and fixed deposits held under Finance Service Reserve Account amounting to RM3,322,500.

**(The condensed consolidated cash flow statement should be read in conjunction with the audited financial statements for the year ended 31 December 2005 and the accompanying explanatory notes attached to the interim financial statements.)**