



**LEADER STEEL HOLDINGS BERHAD**  
(Company No. 267209 - K)  
(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED CASH FLOW STATEMENT  
FOR THE PERIOD ENDED 30 SEPTEMBER 2005**

	<b>UNAUDITED 30 SEPTEMBER 2005 RM'000</b>	<b>UNAUDITED 30 SEPTEMBER 2004 RM'000</b>
<b>Profit before tax</b>	3,750	16,980
Adjustment for :-		
Non-cash items	4,387	3,706
Non-operating items	(233)	(1,171)
<b>Operating profit before changes in working capital</b>	<b>7,904</b>	19,515
Changes in working capital		
Net changes in current assets	(17,160)	(37,358)
Net changes in current liabilities	1,579	3,470
<b>Net cash outflow from operating activities</b>	<b>(7,677)</b>	(14,373)
<b>Investing Activities</b>		
- Other investments	(6,054)	(9,020)
<b>Net cash outflow from investing activities</b>	<b>(6,054)</b>	(9,020)
<b>Financing Activities</b>		
- Bank borrowings, net	3,029	24,005
- Increased in share capital	-	898
- Dividend paid	(2,267)	(2,084)
<b>Net cash inflow from financing activities</b>	<b>762</b>	22,819
<b>Net decrease in cash and cash equivalents</b>	<b>(12,969)</b>	(574)
<b>Cash and cash equivalents at beginning of year</b>	<b>6,219</b>	3,336
<b>Cash and cash equivalents at end of year</b>	<b>(6,750)</b>	2,762
<b>Cash and cash equivalents consist of :-</b>		
Cash and bank balances	868	2,762
Bank overdrafts	(7,618)	-
	<b>(6,750)</b>	2,762

The condensed consolidated cash flow statement should be read in conjunction with the most recent annual financial statement as at 31 December 2004.