

# cash flow statements

for the financial year ended 31 December 2003

Amounts in RM'000 unless otherwise stated

	Group		Company	
	2003	2002	2003	2002
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>				
Profit from ordinary activities before taxation	211,441	130,455	84,371	114,491
Adjustments for:				
Goodwill written off (see Note 30(a)(ii))	49,732	-	-	-
Depreciation of property, plant and equipment	13,121	9,874	2,545	2,383
Provision for Directors' retirement gratuities	830	952	686	826
Property, plant and equipment written off	755	625	103	362
Gain on disposal of property, plant and equipment	(33)	(355)	(54)	(285)
(Write back)/allowance for bad and doubtful debts	(3,326)	4,554	(3,351)	4,835
Share of results of associated companies	(4,126)	(4,422)	-	-
Interest income	(4,324)	(4,695)	(3,172)	(3,959)
Net surplus and additional compensation arising from acquisition of freehold land and plantation	(7,315)	(10,495)	(7,140)	(6,437)
Gain on disposal of land (see Note 30(c)(ii))	(69,060)	-	-	-
Exchange differences arising from deconsolidation of a foreign subsidiary company	-	(16)	-	-
Write back of accruals for property development expenditure	-	(4,387)	-	-
Dividend income	-	-	(7,587)	(70,472)
Write off of investment in a wholly-owned subsidiary company	-	-	3,635	-
Other non-cash items	54	-	(212)	-
	<b>(23,692)</b>	<b>(8,365)</b>	<b>(14,547)</b>	<b>(72,747)</b>
<b>Operating profit before changes in working capital</b>	<b>187,749</b>	<b>122,090</b>	<b>69,824</b>	<b>41,744</b>
Increase in property development	(2,838)	(771)	-	-
Decrease/(Increase) in inventories	3,532	(2,362)	476	(123)
Decrease/(Increase) in receivables	187	(3,918)	3,850	275
Decrease in amounts due from associated companies	18	18	18	18
Increase in payables	17,079	2,596	262	419
(Decrease)/Increase in amounts due to ultimate holding company	(31)	8	(31)	8
(Decrease)/Increase in amounts due to related companies	(113)	8	(113)	8
Increase in amounts due from subsidiary companies	-	-	(61,300)	(48,417)
	<b>17,834</b>	<b>(4,421)</b>	<b>(56,838)</b>	<b>(47,812)</b>
<b>Cash generated from/(used in) operations</b>	<b>205,583</b>	<b>117,669</b>	<b>12,986</b>	<b>(6,068)</b>
Tax paid	(44,919)	(13,598)	(15,370)	(5,237)
<b>NET CASH GENERATED FROM/(USED IN) OPERATING ACTIVITIES</b>	<b>160,664</b>	<b>104,071</b>	<b>(2,384)</b>	<b>(11,305)</b>

The notes set out on pages 39 to 71 form part of these financial statements.

# cash flow statements

for the financial year ended 31 December 2003 (cont'd)

Amounts in RM'000 unless otherwise stated

	Group		Company	
	2003	2002	2003	2002
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>				
Proceeds and additional compensation received from acquisition of freehold land and plantation	7,869	6,724	7,460	2,651
Interest received	4,324	4,695	3,172	3,959
Dividends received from:				
- subsidiary companies	-	-	4,576	56,575
- associated companies	1,104	3,528	1,104	3,528
Repayments from associated companies	980	980	980	980
Proceeds from disposal of property, plant and equipment	111	357	54	285
Acquisition of a subsidiary company (see Note 30(b))	-	216	-	(24)
Investment in real property assets	(3,783)	(1,295)	-	-
Purchase of property, plant and equipment	(54,493)	(219,375)	(6,218)	(5,321)
Advances to subsidiary companies	-	-	(22,800)	(192,542)
Repayments from subsidiary companies	-	-	116,281	30,146
<b>NET CASH (USED IN)/GENERATED FROM INVESTING ACTIVITIES</b>	<b>(43,888)</b>	<b>(204,170)</b>	<b>104,609</b>	<b>(99,763)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>				
Proceeds from issue of shares (see Note 25)	357	-	357	-
Dividends paid	(22,685)	(19,349)	(22,685)	(19,349)
Dividends paid to minority shareholders	(17)	(8)	-	-
<b>NET CASH USED IN FINANCING ACTIVITIES</b>	<b>(22,345)</b>	<b>(19,357)</b>	<b>(22,328)</b>	<b>(19,349)</b>
<b>NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS</b>	<b>94,431</b>	<b>(119,456)</b>	<b>79,897</b>	<b>(130,417)</b>
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF THE FINANCIAL YEAR</b>	<b>113,078</b>	<b>232,534</b>	<b>77,705</b>	<b>208,122</b>
<b>CASH AND CASH EQUIVALENTS AT END OF THE FINANCIAL YEAR *</b>	<b>207,509</b>	<b>113,078</b>	<b>157,602</b>	<b>77,705</b>
<b>* Analysis of cash and cash equivalents</b>				
Short term investments (see Note 21)	117,183	63,535	99,207	53,868
Bank balances and deposits (see Note 22)	90,326	49,543	58,395	23,837
	<b>207,509</b>	<b>113,078</b>	<b>157,602</b>	<b>77,705</b>

Included in the above bank balances and deposits for the Group is an amount of RM15.4 million (2002 : RM15.0 million) deposited by a subsidiary company involved in property development activities, into various Housing Development Accounts in accordance with Section 7(A) of the Housing Developers (Control and Licensing) Act, 1966. This amount is available for use by the said subsidiary company for the payment of property development expenditure.

The notes set out on pages 39 to 71 form part of these financial statements.