



MALAYSIA PACKAGING INDUSTRY BERHAD (22265-U)
Quarterly Report for the 4th quarter ended 31 December 2005

CONDENSED CASH FLOW STATEMENTS

(The figures have not been audited)

| | 12 months ended 31/12/2005 | 12 months ended 31/12/2004 |
|---|---------------------------------------|---------------------------------------|
| | RM'000 | RM'000 |
| CASH FLOWS FROM OPERATING ACTIVITIES | | |
| Loss before taxation | (3,335) | (2,172) |
| Adjustments for : | | |
| Non-cash operating items | 5,674 | 4,640 |
| Interest expenses | 444 | 127 |
| Operating profit before working capital changes | 2,783 | 2,595 |
| Changes in working capital : | | |
| Increase in inventories | (1,496) | (2,717) |
| Increase in receivables | (2,376) | (1,251) |
| Increase in payables | 2,818 | 4,648 |
| Cash generated from operations | 1,729 | 3,275 |
| Tax refund | 154 | 245 |
| Interest paid | (444) | (127) |
| Payment of unutilised leave / retirement benefit | (17) | (886) |
| Net cash generated from operating activities | 1,422 | 2,507 |
| CASH FLOWS FROM INVESTING ACTIVITIES | | |
| Proceeds from disposal of property, plant and equipment | 177 | 268 |
| Purchase of property, plant and equipment | (9,468) | (4,440) |
| Net cash used in investing activities | (9,291) | (4,172) |
| CASH FLOWS FROM FINANCING ACTIVITIES | | |
| Drawdown / (repayment) of term loan | 6,500 | (1,520) |
| Drawdown of short term borrowings | 3,484 | 1,913 |
| Repayment of hire purchase and finance lease payables | (50) | (8) |
| Dividend paid | - | (631) |
| Net cash generated from/(used in) financing activities | 9,934 | (246) |
| NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS | 2,065 | (1,911) |
| EFFECT OF EXCHANGE RATE CHANGES | 50 | - |
| CASH AND CASH EQUIVALENT AT BEGINNING OF THE PERIOD | 529 | 2,440 |
| CASH AND CASH EQUIVALENT AT END OF THE PERIOD * | 2,644 | 529 |
| | - | - |

* The cash and cash equivalents consists of cash and bank balances, net of bank overdraft.