

KEMAYAN CORPORATION BERHAD
CONDENSED CONSOLIDATED CASH FLOW STATEMENTS
for the third quarter ended 28 February 2006

	Nine Months ended 28/02/2006 RM'000	Nine Months ended 28/02/2005 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Loss before taxation for the quarter	(75,692)	(77,797)
Adjustments for:-		
Property, Plant and equipment		
- depreciation	1,038	1,177
- gain on disposal	(17)	(133)
- written off	1	0
Gain on liquidation of a subsidiary	(937)	0
Write back of post acquisition loss of subsidiary	(2,003)	0
Loss on disposal of investment property	0	200
Waiver of debts by a creditor	(7,412)	0
Liquidated ascertained damages	7,903	6,283
Interest expenses	76,996	71,131
Interest income	(214)	(369)
Net unrealised gain on foreign currency	(2,722)	(3,941)
Share of results of associate company	(2,478)	(2,133)
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	(5,537)	(5,582)
Changes in working capital :-		
Development properties	1,103	(311)
Inventories	1,180	299
Associate companies	(126)	36
Receivables	2,057	1,025
Payables	1,413	3,433
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Cash generated from/(used in) operations	90	(1,100)
Interest received	214	369
Tax paid	0	(999)
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Net cash generated from/(used in) operating activities	304	(1,730)
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CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(134)	(92)
Proceeds from disposals of property, plant and equipment	15	290
Proceeds from disposals of investment properties	0	3,800
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Net cash (used in)/generated from investing activities	(119)	3,998
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CASH FLOWS FROM FINANCING ACTIVITIES		
Repayment of term loans	(39)	(4,720)
Repayment of hire purchase and finance lease liabilities	(31)	(20)
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Net cash flow used in financing activities	(70)	(4,740)
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CASH AND CASH EQUIVALENTS		
Net decrease during the 9 months period	115	(2,472)
At beginning of financial year	(25,810)	(19,075)
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At end of the third financial quarter	(25,695)	(21,547)
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CASH AND CASH EQUIVALENT AS AT 28.02.2006		
Fixed deposits (net of deposits pledged)	9,996	10,406
Cash and bank balances	4,356	6,628
Bank overdraft	(40,047)	(38,581)
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	(25,695)	(21,547)
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(The Condensed Consolidated Cash Flow Statement should be read in conjunction with the Annual Financial Report for the year ended 31 May 2005)