

**EMPLOYEES PROVIDENT FUND
CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2003**

	Note	GROUP		EPF	
		2003 RM'000	2002 RM'000	2003 RM'000	2002 RM'000
CASH FLOW FROM OPERATING ACTIVITY					
Net Income Before Taxation		9,069,378	7,847,387	8,988,191	7,790,910
<u>Add / (Less) Adjustments For:</u>					
Amortisation Of Goodwill On Consolidation		2,083	2,083	-	-
Depreciation		55,091	52,006	48,074	43,445
Allowance For Diminution In Value Of Investments		865,325	1,959,222	865,325	1,959,222
Impairment Loss On Investments		191,242	-	350,200	183,092
Allowance For Loan Losses And Loan Losses		36,905	112,102	-	68,000
Allowance For Diminution In Value Of Investments / Loan Losses Written Back		(84,723)	(125,911)	(84,723)	(125,911)
Provision For Employee Benefits / Staff Retirement Benefits		60,231	1,095	61,076	-
Allowance For Anticipated Losses On Projects		(774)	1,332	-	-
Allowance / Write Off On Bad And Doubtful Debts		18,757	7,317	-	-
Allowance For Bad And Doubtful Debts Written Back		-	(13,578)	-	-
Impairment Loss On Properties Held For Development		11,579	59,531	-	-
Write Offs / Losses		269	280	269	280
Gain On Disposal Of Land Held For Atabara Joint Venture Project		-	836	-	836
Impairment Loss On Property, Plant And Equipment		130,715	33,877	131,601	-
Inventories Of Completed Properties Written Down		(439)	1,290	-	-
Gain On Disposal Of Property, Plant And Equipment		(690)	(206)	(257)	(160)
Provision For Liabilities		1,023	-	-	-
Interest In Suspense, Net Of Recoveries And Write Offs		379,031	381,903	-	-
Excess Of Income Before Changes In Operating Assets		10,735,003	10,320,566	10,359,756	9,919,714
<u>(Increase) / Decrease In Operating Assets:</u>					
Investments		(20,785,010)	(19,783,956)	(20,785,010)	(19,783,956)
Deposits With Financial Institutions		4,920,483	(2,018,677)	4,920,483	(2,018,677)
Loans, Advances And Financing		(314,131)	(244,487)	-	-
Debtors And Deposits		(148,886)	(274,880)	(131,898)	(239,172)
Accrued Interest		(165,773)	(65,361)	(165,215)	(65,196)
Staff Loans		(24,879)	(31,687)	(24,879)	(31,687)
Development Properties		3,764	(23,065)	-	-
Inventories Of Completed Properties		1,051	5,858	-	-
		(16,513,381)	(22,436,255)	(16,186,519)	(22,138,688)
<u>Increase / (Decrease) In Operating Liabilities:</u>					
Net Contributions		9,135,510	7,706,171	9,135,510	7,706,171
Reserve Section 50(3)		18,872	19,629	18,872	19,629
Reserve For CTML		(22,983)	(2)	(22,983)	(2)
Creditors		(189,546)	(269,005)	(198,326)	(292,441)
Loans And Overdrafts		(224,385)	156,681	-	-
Deposits And Advances		104,457	(105,286)	3,570	27,849
Contribution Withdrawals Payable		(8,310)	(134,121)	(8,310)	(134,121)
		8,813,615	7,374,067	8,928,333	7,327,085
Tax Paid		609	(358)	609	-
Net Cash From / (Used For) Operating Activity		3,034,628	(4,741,980)	3,100,961	(4,891,889)
CASH FLOW FROM INVESTING ACTIVITY					
Investments In Group Companies		(3,140,913)	8,165	(3,287,911)	(30,164)
Purchase Of Property, Plant And Equipment		(36,915)	(138,831)	(36,828)	(138,671)
Properties Held For Development		(2,765)	(40,146)	-	-
Development Properties		(29,018)	(36,215)	-	(5,809)
Proceeds From Sale Of Investments		500	-	-	-
Proceeds From Sale Of Property, Plant And Equipment		10,307	155	235	109
Net Cash Used For Investing Activity		(3,198,804)	(206,872)	(3,324,504)	(174,535)
CASH FLOW FROM FINANCING ACTIVITY					
Other Loans		29,252	(20,872)	-	-
Loan Sold To Cagamas		(30,611)	(12,568)	-	-
Staff Retirement Benefits		(420)	(81)	-	-
Net Cash Used For Financing Activity		(1,779)	(33,521)	-	-
Net Decrease In Cash And Cash Equivalents		(165,955)	(4,982,373)	(223,543)	(5,066,424)
Cash And Cash Equivalents As At 01 January		5,900,463	10,882,836	5,796,345	10,862,769
Cash And Cash Equivalents As At 31 December	32	5,734,508	5,900,463	5,572,802	5,796,345

The notes as set out form an integral part of, and should be read in conjunction with, this Statement.