

CASH FLOW STATEMENT

FOR THE YEAR ENDED 31 DECEMBER 2004

Note	GROUP		EPF	
	2004 (RM'000)	2003 (RM'000)	2004 (RM'000)	2003 (RM'000)
CASH FLOW FROM OPERATING ACTIVITY				
Net Income Before Taxation	10,301,214	9,069,377	10,295,370	8,988,191
<u>Add / (Less) Adjustments For:</u>				
Amortisation Of Goodwill On Consolidation	2,083	2,083	-	-
Depreciation	47,295	55,091	39,106	48,074
Allowance For Diminution In Value Of Investments And Loan Losses	840,698	902,230	838,995	865,325
Impairment Loss On Investments	32,640	191,242	32,640	350,200
Allowance For Diminution In Value Of Investments / Loan Losses Written Back	(140,786)	(84,723)	(140,786)	(84,723)
Reversal Of Impairment Loss On Investments	(15,483)	-	(15,483)	-
Provision For Employee Benefits / Staff Retirement Benefits	127	60,231	127	61,076
Reversal Of Provision For Staff Retirement Benefits	(8,658)	-	-	-
Allowance For Anticipated Losses On Projects	(18,203)	(2,470)	-	-
Allowance / Write Off On Bad And Doubtful Debts	7,897	18,858	-	-
Impairment Loss On Land Held For Property Development	148	11,478	-	-
Reversal Of Impairment Loss On Land Held For Property Development	(6,093)	-	-	-
Write Offs / Losses	285	269	285	269
Impairment Loss On Property, Plant And Equipment	-	130,715	-	131,601
Write Down / (Reversal) Of Inventories Of Completed Properties	622	(439)	-	-
Gain On Disposal Of Property, Plant And Equipment	(6,591)	(690)	(538)	(257)
Gain On Disposal Of Land Held For Property Development	(6,900)	-	-	-
Provision For Liabilities	3,186	3,062	-	-
Interest In Suspense, Net Of Recoveries And Write Offs	382,441	379,031	-	-
Excess Of Income Before Changes In Operating Assets	11,415,922	10,735,345	11,049,716	10,359,756
<u>(Increase) / Decrease In Operating Assets:</u>				
Investments	(21,347,190)	(20,785,010)	(21,347,190)	(20,785,010)
Deposits With Financial Institutions	(1,663,500)	4,920,483	(1,663,500)	4,920,483
Loans, Advances And Financing	(933,919)	(314,131)	-	-
Debtors And Deposits	129,151	(155,542)	117,023	(131,898)
Accrued Interest And Dividend	(202,346)	(165,773)	(205,166)	(165,215)
Staff Loans	(6,655)	(24,879)	(6,655)	(24,879)
Property Development Costs	12,283	10,077	-	-
Inventories Of Completed Properties	3,166	1,051	-	-
	(24,009,010)	(16,513,724)	(23,105,488)	(16,186,519)

CASH FLOW STATEMENT (CONT.)

FOR THE YEAR ENDED 31 DECEMBER 2004

	Note	GROUP		EPF	
		2004 (RM'000)	2003 (RM'000)	2004 (RM'000)	2003 (RM'000)
<u>Increase / (Decrease) In Operating Liabilities:</u>					
Net Contributions		9,846,135	9,135,510	9,846,135	9,135,510
Reserve Section 50(3)		9,604	18,872	9,604	18,872
Reserve For CTML		(8,232)	(22,983)	(8,232)	(22,983)
Creditors		93,917	(189,545)	94,548	(198,326)
Loans And Overdrafts		166,005	(224,385)	-	-
Deposits And Advances		956,477	104,457	(940)	3,570
Contribution Withdrawals Payable		2,434	(8,310)	2,434	(8,310)
		11,066,340	8,813,616	9,943,549	8,928,333
Tax Paid		(296)	(609)	-	(609)
Net Cash From / (Used For) Operating Activity		(1,527,044)	3,034,628	(2,112,223)	3,100,961
CASH FLOW FROM INVESTING ACTIVITY					
Investments In Group Companies		1,148,315	(3,140,913)	620,305	(3,287,911)
Purchase Of Property, Plant And Equipment Land Held For Property Development		(259,520)	(36,915)	(136,055)	(36,828)
Property Development Costs		3,548	(2,765)	-	-
Proceeds From Sale Of Investments		79,622	(29,018)	(21,944)	-
Proceeds From Sale Of Investments		-	500	-	-
Proceeds From Sale Of Land Held For Property Development		2,600	-	-	-
Proceeds From Sale Of Property, Plant And Equipment		6,217	10,307	68	235
Net Cash From / (Used For) Investing Activity		980,782	(3,198,804)	462,374	(3,324,504)
CASH FLOW FROM FINANCING ACTIVITY					
Other Loans		(1,014,876)	29,252	-	-
Loan Sold To Cagamas		(47,228)	(30,611)	-	-
Staff Retirement Benefits		-	(420)	-	-
Net Cash Used For Financing Activity		(1,062,104)	(1,779)	-	-
Net Decrease In Cash And Cash Equivalents		(1,608,366)	(165,955)	(1,649,849)	(223,543)
Cash And Cash Equivalents As At 01 January		5,734,506	5,900,463	5,572,802	5,796,345
Cash And Cash Equivalents As At 31 December	34	4,126,142	5,734,508	3,922,953	5,572,802

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