

CASH FLOW STATEMENTS*for the financial year ended 31 December 2008*

	The Group		The Bank	
	2008 RM'000	2007 RM'000	2008 RM'000	2007 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES				
Profit before taxation	454,628	322,003	409,553	251,209
Adjustments for items not involving the movement of cash and cash equivalents:				
Interest income from securities				
– held-for-trading securities	(927)	(263)	(927)	(263)
– available-for-sale securities	(76,544)	(57,568)	(76,544)	(57,568)
– held-to-maturity securities	(18,168)	(33,301)	(18,105)	(32,248)
Dividend income from securities				
– available-for-sale securities	(212)	(581)	(212)	(581)
– held-to-maturity securities	(4,394)	(3,321)	(4,394)	(3,321)
Amortisation of premium less accretion of discount				
– available-for-sale securities	(40,409)	(29,557)	(40,409)	(29,557)
– held-to-maturity securities	24	10,336	24	10,336
Gain on sale from securities				
– held-for-trading securities	(2,901)	(4,417)	(2,901)	(4,417)
– available-for-sale securities	(17,888)	(20,911)	(17,888)	(19,684)
– held-to-maturity securities	(15,166)	(6,726)	(15,166)	(6,726)
Unrealised (gain)/loss on revaluation				
– trading	(189)	388	(189)	388
– derivatives	29,217	1,294	29,217	1,294
– foreign exchange	(59,080)	(60,552)	(40,719)	(59,222)
Allowance for impairment loss				
– available-for-sale securities	16,705	10,976	16,705	10,976
– held-to-maturity securities	–	975	–	975
Depreciation of property and equipment	22,514	21,227	21,829	21,074
Property and equipment written-off	845	1,152	816	1,152
Foreclosed properties – diminution in value	558	11,836	558	11,836
Gain on sale of property and equipment	(9,928)	(2,637)	(9,613)	(2,637)
Amortisation of intangible assets	17,737	15,596	17,245	15,113
Lease rental – leasehold properties	465	271	457	231
Gain on sale of foreclosed properties	(2,883)	(1,382)	(2,883)	(1,382)
Net specific allowance for bad and doubtful debts and financing	248,804	388,280	232,630	393,451
Interest suspended	19,364	23,783	19,364	23,783
Charge of general allowance	31,309	6,576	20,595	–
Bad debt and financing written-off	8,922	4,041	8,703	3,894
OPERATING PROFIT BEFORE CHANGES IN WORKING CAPITAL	602,403	597,518	547,746	528,106

CASH FLOW STATEMENTS

for the financial year ended 31 December 2008

	The Group		The Bank	
	2008 RM'000	2007 RM'000	2008 RM'000	2007 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES (CONTINUED)				
(Increase)/decrease in operating assets:				
Deposits and placements with banks and other financial institutions	602,055	(414,671)	446,495	(603,671)
Held-for-trading securities	(80,898)	(6,276)	(80,898)	(6,276)
Interest income from held-for-trading securities	927	263	927	263
Foreign exchange transaction	29,599	23,304	13,839	21,344
Loans, advances and financing	(2,975,963)	(284,717)	(2,235,021)	225,187
Other assets	(219,884)	(234,765)	(293,715)	(121,867)
Statutory deposits with Bank Negara Malaysia	(22,800)	(70,900)	1,300	(30,600)
Amount due from subsidiaries	–	–	(35,350)	282,705
Amount due from jointly controlled entity	(750)	–	–	–
Increase/(decrease) in operating liabilities:				
Deposits from customers	1,751,863	883,335	1,198,894	7,934
Deposits and placements of banks and other financial institutions	(580,904)	3,078,429	393,974	1,505,156
Obligation on securities sold under repurchase agreements	–	(1,218,497)	–	(1,222,397)
Bills and acceptances payable	9,546	(154,480)	9,546	(130,791)
Recourse obligation on loans sold to Cagamas Berhad	(350,422)	(276,248)	(350,422)	(276,248)
Other liabilities	27,236	(66,816)	14,775	(19,641)
Cash (used in)/generated from operations	(1,207,992)	1,855,479	(367,910)	159,204
Tax paid	(88,526)	(38,437)	(70,142)	(18,321)
Zakat paid	(1,299)	–	–	–
NET CASH (USED IN)/GENERATED FROM OPERATING ACTIVITIES	(1,297,817)	1,817,042	(438,052)	140,883

CASH FLOW STATEMENTS

for the financial year ended 31 December 2008

	The Group		The Bank	
	2008 RM'000	2007 RM'000	2008 RM'000	2007 RM'000
CASH FLOWS FROM INVESTING ACTIVITIES				
Increase in investment in jointly controlled entity	(500)	–	–	–
Interest received from securities				
– available-for-sale securities	76,544	57,568	76,544	57,568
– held-to-maturity securities	18,168	33,301	18,105	32,248
Dividend income from securities				
– available-for-sale securities	212	581	212	581
– held-to-maturity securities	4,394	3,321	4,394	3,321
Redemption of held-to-maturity securities net of purchase	(154,533)	593,078	(153,958)	488,423
Net (purchase)/sale of available-for-sale securities	(187,833)	(1,677,080)	110,489	(1,284,627)
Proceeds from disposal of				
– property and equipment	17,495	7,124	32,034	7,124
– prepaid lease rental	1,319	–	781	–
– foreclosed properties	23,498	6,190	23,498	6,190
Purchase of property and equipment	(37,224)	(30,457)	(33,561)	(30,272)
Purchase of intangible assets	(6,999)	(1,833)	(6,763)	(1,833)
NET CASH (USED IN)/GENERATED FROM INVESTING ACTIVITIES	(245,459)	(1,008,207)	71,775	(721,277)
CASH FLOWS FROM FINANCING ACTIVITIES				
Payment of dividend	(84,780)	–	(84,780)	–
NET CASH USED IN FINANCING ACTIVITIES	(84,780)	–	(84,780)	–
NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS	(1,628,056)	808,835	(451,057)	(580,394)
NET INCREASE IN FOREIGN EXCHANGE CASH AND CASH EQUIVALENTS AT BEGINNING OF THE FINANCIAL YEAR	8,273,133	7,450,038	4,740,586	5,306,090
CASH AND CASH EQUIVALENTS AT END OF THE FINANCIAL YEAR	6,677,082	8,273,133	4,318,934	4,740,586
ANALYSIS OF CASH AND CASH EQUIVALENTS				
Cash and short-term funds (Note 3)	6,677,082	8,273,133	4,318,934	4,740,586

The accounting policies on pages 30 to 42 and the notes on pages 43 to 123 form an integral part of these financial statements.