

STATEMENTS OF CASH FLOWS

FOR THE YEAR ENDED 31 AUGUST 2020

	Group		Company	
	2020 RM	2019 RM	2020 RM	2019 RM
CASH FLOWS FROM OPERATING ACTIVITIES				
Profit/(Loss) before tax	1,418,260	4,525,902	(9,531,885)	13,435,179
Adjustments for:				
Depreciation of property, plant and equipment	3,939,740	4,091,664	-	-
Depreciation of right-of-use assets	139,443	-	-	-
Dividend income	-	-	-	(13,600,000)
Finance costs	558,353	685,877	3,972	250,703
Gain on disposal of property, plant and equipment	(13,475)	(170,971)	-	-
Impairment of investment in subsidiary companies	-	-	9,296,900	11,636,363
Unwinding of discount on financial assets at amortised cost	(671,138)	(523,448)	-	-
Interest income from short-term deposits	(50,389)	(46,905)	-	-
Interest income from subsidiary companies	-	-	(335,143)	(1,045,206)
Loss allowance:				
- Trade receivables	87,978	202,804	-	-
- Subsidiary company	-	-	49,503	-
Net unrealised (gain)/loss on foreign exchange	(5,300)	13,270	-	-
Property, plant and equipment written off	3,238	2,201	-	-
Reversal of loss allowance:				
- Trade receivables	(18,381)	-	-	-
- Subsidiary company	-	-	-	(11,208,861)
(Reversal)/Write-down of inventories, net	(68,707)	46,982	-	-
Surplus arising from liquidation of subsidiary company	(13,067)	-	-	-
Waiver of lease payment	(14,200)	-	-	-
Operating profit/(loss) before working capital changes	5,292,355	8,827,376	(516,653)	(531,822)
Changes in inventories	(2,146,342)	(227,579)	-	-
Changes in receivables	9,276,086	4,191,381	10,671	33,903
Changes in payables	(1,148,406)	(4,473,114)	84,634	31,933
Cash generated from/(used in) operations	11,273,693	8,318,064	(421,348)	(465,986)
Income tax refunded	311,188	20,000	-	-
Income tax paid	(1,271,542)	(2,624,712)	(102,078)	(168,860)
Interest paid	(10,360)	(49,898)	-	-
Net cash generated from/(used in) operating activities	10,302,979	5,663,454	(523,426)	(634,846)
CASH FLOWS FROM INVESTING ACTIVITIES				
Dividend received	-	-	3,250,000	9,100,000
Proceeds from disposal of other investment	2,285	-	-	-
Proceeds from disposal of property, plant and equipment	15,649	171,538	-	-
Proceeds from liquidation of a subsidiary company	13,067	-	-	-
Additions to property, plant and equipment (Note a)	(803,102)	(635,731)	-	-
Advances to subsidiary companies	-	-	(3,005,069)	(2,030,143)
Interest received	35,002	46,905	-	-
Net cash (used in)/generated from investing activities	(737,099)	(417,288)	244,931	7,069,857
CASH FLOWS FROM FINANCING ACTIVITIES				
Repayment of hire purchase liabilities (Note b)	(1,901,367)	(1,602,107)	-	-
Interest paid (Note b)	(547,993)	(635,979)	-	-
Advances from/(Repayment to) subsidiary companies (Note b)	-	-	25,009	(6,239,479)
Payment of lease liabilities (Note b)	(101,951)	-	-	-
Repayment of term loans (Note b)	(1,920,731)	(3,307,184)	-	-
Decrease in short-term deposits pledged with licensed banks	-	568,615	-	-
Net cash (used in)/generated from financing activities	(4,472,042)	(4,976,655)	25,009	(6,239,479)

STATEMENTS OF CASH FLOWS (CONT'D.)

FOR THE YEAR ENDED 31 AUGUST 2020

	Group		Company	
	2020 RM	2019 RM	2020 RM	2019 RM
NET CHANGES IN CASH AND CASH EQUIVALENTS	5,093,838	269,511	(253,486)	195,532
EFFECT OF EXCHANGE RATE CHANGES	(613)	-	-	-
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	10,156,882	9,887,371	317,887	122,355
CASH AND CASH EQUIVALENTS AT END OF YEAR	15,250,107	10,156,882	64,401	317,887
Represented by:				
Cash and bank balances	11,488,113	10,446,262	64,401	317,887
Short-term deposits with licensed banks (Note 15)	4,333,190	538,026	-	-
	15,821,303	10,984,288	64,401	317,887
Less: Short-term deposits pledged to a bank	(553,413)	(538,026)	-	-
Overdrafts	(17,783)	(289,380)	-	-
	15,250,107	10,156,882	64,401	317,887

Note (a):

During the financial year, the Group acquired property, plant and equipment through the following arrangements:

	Group	
	2020 RM	2019 RM
Total cost of property, plant and equipment acquired	2,098,702	3,912,341
Less: Purchase consideration satisfied by hire purchase arrangements	(1,295,600)	(3,276,610)
Cash payments	803,102	635,731

Note (b):

Reconciliation of liabilities arising from financing activities

2020 Group	Hire purchase liabilities RM	Term loans RM	Lease liabilities RM	Total RM
At beginning of financial year	3,595,431	8,459,089	-	12,054,520
<i>Cash flows:</i>				
Purchase of property, plant and equipment	1,295,600	-	-	1,295,600
Repayments of hire purchase liabilities	(1,901,367)	-	-	(1,901,367)
Repayments of term loans	-	(1,920,731)	-	(1,920,731)
Repayments of lease liabilities	-	-	(101,951)	(101,951)
Interest paid	(204,214)	(284,529)	(59,250)	(547,993)
	(809,981)	(2,205,260)	(161,201)	(3,176,442)
<i>Non-cash changes:</i>				
Effect of initial application of MFRS 16				
Leases on 1 September 2019 (Note 2(a))	-	-	1,121,993	1,121,993
Addition	-	-	18,217	18,217
Waiver of lease payment	-	-	(14,200)	(14,200)
Interest expenses	204,214	284,529	59,250	547,993
At end of financial year	2,989,664	6,538,358	1,024,059	10,552,081