

STATEMENTS OF CASH FLOWS FOR THE FINANCIAL YEAR ENDED 31 AUGUST 2021

	Group		Company	
	2021 RM	2020 RM	2021 RM	2020 RM
CASH FLOWS FROM OPERATING ACTIVITIES				
Profit/(Loss) before tax	10,521,434	1,418,260	(2,608,838)	(9,531,885)
Adjustments for:				
Depreciation of property, plant and equipment	3,811,372	3,939,740	-	-
Depreciation of right-of-use assets	165,799	139,443	-	-
Fair value gain on former associate	(1,085,043)	-	-	-
Finance costs	442,945	558,353	617	3,972
Gain on disposal of property, plant and equipment	(190,070)	(13,475)	-	-
Impairment of investment in subsidiary companies	-	-	110,000	9,296,900
Unwinding of discount on financial assets at amortised cost	-	(671,138)	-	-
Interest income from short-term deposits	(59,879)	(50,389)	-	-
Interest income from subsidiary companies	-	-	(91,893)	(335,143)
Loss allowance:				
- Trade receivables	116,217	87,978	-	-
- Subsidiary company	-	-	1,827,753	49,503
Net unrealised gain on foreign exchange	(11,346)	(5,300)	-	-
Property, plant and equipment written off	-	3,238	-	-
Reversal of loss allowance:				
- Trade receivables	(233,988)	(18,381)	-	-
- Former associate	(462,091)	-	-	-
Reversal of write-down of inventories, net	(75,722)	(68,707)	-	-
Share of results of former associate	(4,250,366)	-	-	-
Surplus arising from liquidation of subsidiary company	-	(13,067)	-	-
Waiver of lease payment	-	(14,200)	-	-
Operating profit/(loss) before working capital changes	8,689,262	5,292,355	(762,361)	(516,653)
Changes in inventories	(7,400,565)	(2,146,342)	-	-
Changes in receivables	(1,816,432)	9,276,086	(8,672)	10,671
Changes in payables	7,824,097	(1,148,406)	(194,536)	84,634
Cash generated from/(used in) operations	7,296,362	11,273,693	(965,569)	(421,348)
Income tax refunded	-	311,188	-	-
Income tax paid	(1,510,443)	(1,271,542)	(28,716)	(102,078)
Interest paid	(5,595)	(10,360)	-	-
Net cash generated from/(used in) operating activities	5,780,324	10,302,979	(994,285)	(523,426)
CASH FLOWS FROM INVESTING ACTIVITIES				
Dividend received	-	-	1,250,000	3,250,000
Proceeds from disposal of other investment	-	2,285	-	-
Proceeds from disposal of property, plant and equipment	190,073	15,649	-	-
Proceeds from liquidation of a subsidiary company	-	13,067	-	-
Additions to property, plant and equipment (Note a)	(1,384,987)	(803,102)	-	-
Advances to subsidiary companies	-	-	-	(3,005,069)
Interest received	50,109	35,002	-	-
Net cash (used in)/generated from investing activities	(1,144,805)	(737,099)	1,250,000	244,931

STATEMENTS OF CASH FLOWS

FOR THE FINANCIAL YEAR ENDED 31 AUGUST 2021 (CONT'D)

	Group		Company	
	2021 RM	2020 RM	2021 RM	2020 RM
CASH FLOWS FROM FINANCING ACTIVITIES				
(Repayment to)/Advances from subsidiary companies (Note b)	-	-	(100,783)	25,009
Drawdown of bank borrowings (Note b)	1,602,000	-	-	-
Interest paid (Note b)	(437,350)	(547,993)	-	-
Repayment of hire purchase liabilities (Note b)	(1,677,085)	(1,901,367)	-	-
Payment of lease liabilities (Note b)	(143,657)	(101,951)	-	-
Repayment of term loans (Note b)	(1,708,596)	(1,920,731)	-	-
Net cash (used in)/generated from financing activities	(2,364,688)	(4,472,042)	(100,783)	25,009
NET CHANGES IN CASH AND CASH EQUIVALENTS	2,270,831	5,093,838	154,932	(253,486)
EFFECT OF EXCHANGE RATE CHANGES	1,528	(613)	-	-
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	15,250,107	10,156,882	64,401	317,887
CASH AND CASH EQUIVALENTS AT END OF YEAR	17,522,466	15,250,107	219,333	64,401
Represented by:				
Cash and bank balances	14,098,543	11,488,113	219,333	64,401
Short-term deposits with licensed banks (Note 15)	3,987,106	4,333,190	-	-
Less: Short-term deposits pledged to a bank	18,085,649	15,821,303	219,333	64,401
Overdrafts	(563,183)	(553,413)	-	-
	-	(17,783)	-	-
	17,522,466	15,250,107	219,333	64,401

Note (a):

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

	Group	
	2021 RM	2020 RM
Total cost of property, plant and equipment acquired	2,350,807	2,098,702
Less: Purchase consideration satisfied by hire purchase arrangements	(965,820)	(1,295,600)
Cash payments	1,384,987	803,102

STATEMENTS OF CASH FLOWS

FOR THE FINANCIAL YEAR ENDED 31 AUGUST 2021 (CONT'D)

Note (b):

Reconciliation of liabilities arising from financing activities

2021 Group	Hire purchase liabilities RM	Term loans RM	Bank borrowings RM	Lease liabilities RM	Total RM
At beginning of financial year	2,989,664	6,538,358	-	1,024,059	10,552,081
<i>Cash flows:</i>					
Repayments of hire purchase liabilities	(1,677,085)	-	-	-	(1,677,085)
Repayments of term loans	-	(1,708,596)	-	-	(1,708,596)
Net drawdown of bank borrowings	-	-	1,602,000	-	1,602,000
Repayments of lease liabilities	-	-	-	(143,657)	(143,657)
Interest paid	(141,174)	(207,498)	(27,535)	(61,143)	(437,350)
	(1,818,259)	(1,916,094)	1,574,465	(204,800)	(2,364,688)
<i>Non-cash changes:</i>					
Addition	-	-	-	244,777	244,777
Purchase of property, plant and equipment	965,820	-	-	-	965,820
Interest expenses	141,174	207,498	27,535	61,143	437,350
At end of financial year	2,278,399	4,829,762	1,602,000	1,125,179	9,835,340

Company	Amounts owing to subsidiary companies RM
At beginning of financial year	100,166
<i>Cash flows:</i>	
Repayment to subsidiary companies	(100,783)
	(617)
<i>Non-cash changes:</i>	
Interest expenses	617
At end of financial year	-

STATEMENTS OF CASH FLOWS

FOR THE FINANCIAL YEAR ENDED 31 AUGUST 2021 (CONT'D)

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>				
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)
	(2,105,581)	(2,205,260)	(161,201)	(4,472,042)
<i>Non-cash changes:</i>				
Effect of initial application of MFRS 16				
Leases on 1 September 2019 (Note 6)	-	-	1,121,993	1,121,993
Addition	-	-	18,217	18,217
Purchase of property, plant and equipment	1,295,600	-	-	1,295,600
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

Company	Amounts owing to subsidiary companies RM
At beginning of financial year	71,185
<i>Cash flows:</i>	
Advances from subsidiary companies	25,009
	96,194
<i>Non-cash changes:</i>	
Interest expenses	3,972
At end of financial year	100,166

The accompanying notes form an integral part of the financial statements