

# STATEMENTS OF CASH FLOWS

FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2018

	Group		Company	
	2018 RM'000	2017 RM'000	2018 RM'000	2017 RM'000
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>				
(Loss)/profit for the financial year	(1,142,123)	197,342	143,954	120,769
Adjustments for:				
Taxation	100,569	200,128	(27,841)	4,682
Zakat	18,603	5,056	-	-
Depreciation of property, plant and equipment	686,136	572,911	4,430	5,294
Impairment loss on property, plant and equipment (net)	215,750	14,417	739	-
Property, plant and equipment written off	24,488	22,938	15,255	1
Gain on disposal of property plant and equipment (net)	(80)	(303)	-	-
Depreciation of investment properties	12,417	12,030	881	638
Impairment loss on investment properties	1,218	-	1,218	-
Amortisation of intangible assets	27,395	22,725	7,605	7,383
Intangible assets written off	2,784	-	2,784	-
Impairment loss on intangible assets	526,625	-	-	-
Amortisation of prepaid lease payments	3,700	2,964	-	-
Impairment loss on assets held for sale	52,080	-	-	-
Assets held for sale written off	-	111	-	-
Impairment loss on amount due from a significant shareholder	40,844	1,779	-	-
Impairment loss on amount due from a joint venture	20,212	10,366	-	-
Impairment loss on amounts due from other related companies	19,990	-	-	-
Impairment loss on investment in a joint venture	1,350	2,444	-	-
Impairment loss on loan due from a joint venture	2,300	-	-	-
Impairment loss on amounts due from subsidiaries	-	-	7,504	-
Balance carried forward	614,258	1,064,908	156,529	138,767

	Group		Company	
	2018 RM'000	2017 RM'000	2018 RM'000	2017 RM'000
<b>CASH FLOWS FROM OPERATING ACTIVITIES (CONTINUED)</b>				
Balance brought forward	614,258	1,064,908	156,529	138,767
(Gain)/loss on liquidation of a subsidiary	(1,912)	68	-	68
Loss on disposal of an associate	18,494	-	-	-
Gain on disposal of available-for-sale financial assets	-	(73,196)	-	-
Gain on disposal of financial assets at fair value through profit or loss	(2,783)	(3,492)	-	-
Gain on redemption of Redeemable Cumulative Preference Share ("RCPS") of an associate	-	(2,700)	-	-
Gain on waiver of loan due to a subsidiary	-	-	(28,053)	-
Impairment of receivables (net)	69,814	89,444	-	-
Write down of inventory to net realisable value	9,655	5,979	-	-
Share of results from associates	11,721	(21,336)	-	-
Share of results from joint ventures	29,324	(6,188)	-	-
Net unrealised foreign exchange loss/(gain)	5,230	(4,626)	(696)	(757)
Dividends from subsidiaries	-	-	(234,353)	(353,083)
Dividend income from financial assets through other comprehensive income	(2,529)	-	-	-
Dividends from available-for-sale financial assets	-	(2,582)	-	-
Finance expense	189,274	183,421	93,653	98,674
Finance income	(33,969)	(73,060)	(342)	(806)
Other losses, net	227,236	259,522	-	-
Changes in biological assets (net)	11,892	14,493	-	-
Provision for defined benefit plan	2,606	11,523	203	287
Reversal of provision for asset retirement	(1,500)	-	-	-
Unwinding of discount for provision for asset retirement	465	1,385	-	-
Tax penalty	-	2,293	-	2,196
Reversal of onerous contract (net)	(845)	(16,637)	-	-
Provision for litigation loss	2,700	32,841	-	-
Provision for LTIP	5,283	8,579	1,519	2,425
Operating profit/(loss) before working capital changes	1,154,414	1,470,639	(11,540)	(112,229)

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FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2018

	Group		Company	
	2018 RM'000	2017 RM'000	2018 RM'000	2017 RM'000
<b>CASH FLOWS FROM OPERATING ACTIVITIES (CONTINUED)</b>				
Changes in working capital:				
Inventories	63,253	53,436	-	-
Receivables	57,252	335,296	2,273	2,693
Intercompany	(299,784)	112,750	(113,803)	25,142
Payables	2,082	(221,689)	(3,999)	(942)
Cash generated from/(used in) operation	977,217	1,750,432	(127,069)	(85,336)
Finance income	33,969	73,060	342	799
Taxation paid	(48,501)	(198,142)	(304)	(129)
Zakat paid	(18,603)	(5,056)	-	-
Tax refunded	18,731	-	10,319	-
Retirement benefit paid	(5,660)	(3,500)	(91)	(20)
Net cash generated from/(used in) operating activities	957,153	1,616,794	(116,803)	(84,686)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>				
Purchase of property, plant and equipment	(963,703)	(1,005,394)	(3,287)	(209)
Purchase of investment properties	(14,511)	(3,182)	-	(7,609)
Purchase assets held for sale	(3,100)	-	-	-
Additions of biological assets	-	-	-	-
Purchase of intangible assets	(17,273)	(16,354)	(7,554)	(9,239)
Additions of financial assets at fair value through other comprehensive income	(13,593)	-	-	-
Additions of financial assets at fair value through profit or loss (net)	(41,152)	-	-	-
Net cash outflow from liquidation of subsidiaries	(121)	-	-	-
Balance carried forward	(1,053,453)	(1,024,930)	(10,841)	(17,057)

# STATEMENTS OF CASH FLOWS

FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2018

	Group		Company	
	2018 RM'000	2017 RM'000	2018 RM'000	2017 RM'000
<b>CASH FLOWS FROM OPERATING ACTIVITIES (CONTINUED)</b>				
Balance brought forward	(1,053,453)	(1,024,930)	(10,841)	(17,057)
Additional investment in subsidiaries	-	-	(12,962)	(11,679)
Additions of available-for-sale financial assets	-	(72,263)	-	-
Additional loan to subsidiaries	-	-	(249,464)	-
Repayment of loan from subsidiaries	-	-	246,129	202,349
Loans to joint ventures	-	(22,510)	-	-
Payment for asset retirement obligations	(48)	(29)	-	-
Proceeds from disposal of property, plant and equipment	109	4,871	-	-
Proceeds from disposal of an associate	145,000	-	-	-
Proceeds from sales of available-for-sale financial assets	-	254,307	-	-
Proceeds from sales of financial assets at fair value through profit or loss (net)	116,606	7,907	-	-
Proceeds from redemption of RCPS in an associate	-	5,400	-	-
Dividends received from subsidiaries	-	-	319,753	267,683
Dividends received from joint ventures	41,929	28,500	-	-
Dividends received from associates	824	806	-	-
Dividends received from financial assets at fair value through other comprehensive income	2,529	-	-	-
Dividends received from available-for-sale financial assets	-	2,582	-	-
Advances to subsidiaries	-	-	-	(21,353)
Advances to joint ventures	(67,690)	-	-	-
Net cash (used in)/generated from investing activities	(814,194)	(815,359)	292,615	419,943

# STATEMENTS OF CASH FLOWS

FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2018

	Note	Group		Company	
		2018 RM'000	2017 RM'000	2018 RM'000	2017 RM'000
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>					
Repayment of loans due to a significant shareholder		(230,399)	(300,286)	(230,399)	(300,286)
Repayment of loans due to subsidiaries		-	-	(135,808)	(866,871)
Drawdown of loans from subsidiaries		-	-	165,000	1,667,600
Drawdown of borrowings		6,075,541	7,147,353	84,880	-
Repayment of borrowings		(5,938,908)	(6,947,358)	-	(540,900)
Repayment of LLA liability		(298,651)	(307,129)	-	-
Dividends paid to shareholders		-	(218,890)	-	(218,890)
Dividends paid to non-controlling interests		(46,089)	(61,734)	-	-
Finance expense paid		(218,296)	(213,190)	(90,456)	(98,211)
Purchase of treasury shares		(4,920)	(8,588)	(4,920)	(8,588)
Increase in restricted cash		(77,004)	(47,340)	-	-
Net cash used in financing activities		(738,726)	(957,162)	(211,703)	(366,146)
<b>NET DECREASE IN CASH AND CASH EQUIVALENTS</b>					
		(595,767)	(155,727)	(35,891)	(30,889)
Effect of foreign exchange rate changes		(2,111)	(5,586)	696	(436)
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF FINANCIAL YEAR</b>					
		1,693,318	1,854,054	47,872	79,197
Less: Reclassified to assets held for sale	38	567	577	-	-
<b>CASH AND CASH EQUIVALENTS AT END OF FINANCIAL YEAR</b>					
	37	1,096,007	1,693,318	12,677	47,872

# STATEMENTS OF CASH FLOWS

FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2018

Cash flows and non-cash changes in liabilities arising from financing activities are as follows:

Group	At 1 January 2018 RM'000	Drawdown RM'000	Repayment# RM'000	Non-cash changes				At 31 December 2018 RM'000
				Interest accretion RM'000	Interest capitalisation RM'000	Foreign exchange movement RM'000	Fair value movement RM'000	
<b>Liabilities</b>								
Islamic short term trade financing	2,572,665	3,796,122	(3,840,104)	58,096	3,271	(2,678)	-	2,587,372
Short term trade financing	722,059	1,734,033	(2,054,159)	21,671	27,842	95	-	451,541
Islamic term loans	814,404	545,386	(197,426)	42,250	-	-	-	1,204,614
Term loans	1,028	-	(5,769)	5,325	-	-	-	584
Total borrowings	4,110,156	6,075,541	(6,097,458)	127,342	31,113	(2,583)	-	4,244,111
LLA liability	4,393,280	-	(298,651)	-	-	-	233,379	4,328,008
Loans due to a significant shareholder	1,387,316	-	(290,145)	61,932	-	-	-	1,159,103
	9,890,752	6,075,541	(6,686,254)	189,274	31,113	(2,583)	233,379	9,731,222
<b>Asset</b>								
Restricted cash	(47,340)	(77,004)	-	-	-	-	-	(124,344)

STATEMENTS OF  
CASH FLOWS

FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2018

Cash flows and non-cash changes in liabilities arising from financing activities are as follows: (continued)

Group	At 1 January 2017 RM'000	Drawdown RM'000	Repayment <sup>#</sup> RM'000	Non-cash changes				At 31 December 2017 RM'000
				Interest accrion RM'000	Interest capitalisation RM'000	Foreign exchange movement RM'000	Fair value movement RM'000	
<b>2017</b>								
<b>Liabilities</b>								
Islamic short term trade financing	3,290,323	3,647,260	(4,423,613)	38,856	810	19,029	-	2,572,665
Short term trade financing	397,994	2,617,494	(2,342,307)	21,322	27,556	-	-	722,059
Islamic term loans	199,366	878,450	(294,725)	31,313	-	-	-	814,404
Term loans	1,026	4,149	(18,057)	13,910	-	-	-	1,028
Finance lease liabilities	2,423	-	(2,697)	274	-	-	-	-
	3,891,132	7,147,353	(7,081,399)	105,675	28,366	19,029	-	4,110,156
LLA liability	4,407,564	-	(307,129)	-	-	-	292,845	4,393,280
Loans due to a significant shareholder	1,689,005	-	(379,435)	77,746	-	-	-	1,387,316
	9,987,701	7,147,353	(7,767,963)	183,421	28,366	19,029	292,845	9,890,752
<b>Asset</b>								
Restricted cash	-	(47,340)	-	-	-	-	-	(47,340)

# Included in the repayment are finance expense paid amounted to RM218,296,000 (2017: RM213,190,000).

The cash flows and non-cash changes arising from LLA liability is disclosed in Note 48 to the financial statements.

Cash flows and non-cash changes in liabilities arising from financing activities are as follows: (continued)

Company	At 1 January RM'000	Drawdown RM'000	Repayment <sup>#</sup> RM'000	Non-cash changes		At 31 December RM'000
				Interest accretion RM'000	Waiver of loan due to a subsidiary RM'000	
<u>2018</u>						
Loans due to subsidiaries	1,102,759	165,000	(164,207)	29,410	(28,053)	1,104,909
Loans due to a significant shareholder	1,387,316	-	(290,145)	61,932	-	1,159,103
Borrowings	-	84,880	(2,311)	2,311	-	84,880
	2,490,075	249,880	(456,663)	93,653	(28,053)	2,348,892
<u>2017</u>						
Islamic short term trade financing	540,900	-	(540,969)	69	-	-
Interest payable	-	-	(274)	274	-	-
Loans due to subsidiaries	301,005	1,667,600	(885,590)	20,585	(841)	1,102,759
Loans due to a significant shareholder	1,689,005	-	(379,435)	77,746	-	1,387,316
	2,530,910	1,667,600	(1,806,268)	98,674	(841)	2,490,075

# Included in the repayment are finance expense paid amounted to RM90,456,000 (2017: RM98,211,000).