

STATEMENTS OF CASH FLOWS

FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2019

	Group		Company	
	2019 RM'000	2018 RM'000 (Restated)	2019 RM'000	2018 RM'000 (Restated)
CASH FLOWS FROM OPERATING ACTIVITIES				
(Loss)/profit for the financial year	(371,156)	(1,143,604)	(80,094)	144,354
Adjustments for:				
Taxation	25,931	100,034	28,205	(27,715)
Zakat	6,397	18,603	-	-
Depreciation of property, plant and equipment	672,397	647,270	1,919	4,430
Impairment loss/(reversal of impairment) on property, plant and equipment (net)	159,802	216,069	(739)	739
Property, plant and equipment written off	14,486	24,488	1,155	15,255
Loss/(gain) on disposal of property, plant and equipment (net)	12	(80)	-	-
Depreciation of right-of-use assets	71,239	80,651	4,361	5,809
Impairment loss/(reversal of impairment) on right-of-use assets	8,281	(319)	-	-
Depreciation of investment properties	12,321	12,417	882	881
Impairment loss on investment properties	-	1,218	-	1,218
Amortisation of intangible assets	27,779	27,395	8,872	7,605
Intangible assets written off	2,173	2,784	-	2,784
Impairment loss on intangible assets	179	526,625	-	-
Impairment loss on assets held for sale	-	52,080	-	-
(Reversal of impairment)/impairment loss on amount due from a significant shareholder	(27,860)	40,844	-	-
Impairment loss on amounts due from joint ventures	89,669	20,212	-	-
(Reversal of impairment)/impairment loss on amounts due from other related companies	(30,440)	19,990	-	-
Impairment loss on loan due from a joint venture	47,171	2,300	-	-
Impairment loss on amounts due from subsidiaries	-	-	4,246	7,504
Impairment loss on loan due from a subsidiary	-	-	1,062	-
Impairment of investment in a subsidiary	-	-	336,922	-
Gain on liquidation of a subsidiary	-	(1,912)	-	-
(Gain)/loss on disposal of a subsidiary	(219)	-	56,415	-
Balance carried forward	708,162	647,065	363,206	162,864

STATEMENTS OF CASH FLOWS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2019

	Group		Company	
	2019 RM'000	2018 RM'000 (Restated)	2019 RM'000	2018 RM'000 (Restated)
CASH FLOWS FROM OPERATING ACTIVITIES (CONTINUED)				
Balance brought forward	708,162	647,065	363,206	162,864
Realisation of foreign exchange upon disposal of a subsidiary	(3,658)	-	-	-
Impairment loss on investment in a joint venture	-	1,350	-	-
Loss on disposal of an associate	1,413	18,494	-	-
Gain on disposal of financial assets at fair value through profit or loss	-	(2,783)	-	-
Gain on waiver of loan due to a subsidiary	-	-	-	(28,053)
Impairment of receivables (net)	7,760	69,814	-	-
Write down of inventory to net realisable value	2,379	9,655	-	-
Share of results from associates	1,625	11,721	-	-
Share of results from joint ventures	(14,858)	29,324	-	-
Net unrealised foreign exchange (gain)/loss	(2,685)	5,230	363	(696)
Dividends from subsidiaries	-	-	(417,100)	(234,353)
Dividend income from financial assets through other comprehensive income	(1,394)	(2,529)	-	-
Finance expense	183,158	202,442	132,246	94,910
Finance income	(25,085)	(33,969)	(256)	(342)
Other losses, net	237,817	227,236	-	-
Fair value changes in biological assets (net)	(3,318)	11,892	-	-
Provision for defined benefit plan	16,163	2,606	369	203
Termination of lease contracts (net)	-	(2,096)	-	(1,025)
Reversal of provision for asset retirement	-	(1,500)	-	-
Unwinding of discount for provision for asset retirement	459	465	-	-
Reversal of onerous contract (net)	-	(845)	-	-
Provision for litigation loss	-	2,700	-	-
Provision for LTIP	3,589	5,283	668	1,519
Operating profit/(loss) before working capital changes	1,111,527	1,201,555	79,496	(4,973)

STATEMENTS OF CASH FLOWS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2019

	Group		Company	
	2019 RM'000	2018 RM'000 (Restated)	2019 RM'000	2018 RM'000 (Restated)
CASH FLOWS FROM OPERATING ACTIVITIES (CONTINUED)				
Changes in working capital:				
Inventories	734,032	63,253	-	-
Receivables	21,604	57,252	5,521	2,273
Intercompany	364,613	(299,784)	(186,596)	(113,803)
Payables	(271,265)	2,082	3,432	(3,999)
Cash generated from/(used in) operation	1,960,511	1,024,358	(98,147)	(120,502)
Finance income	25,085	33,969	256	342
Taxation paid	(109,501)	(48,501)	(160)	(304)
Zakat paid	(6,397)	(18,603)	-	-
Tax refunded	155,476	18,731	639	10,319
Retirement benefit paid	(17,057)	(5,660)	(617)	(91)
Payment for litigation loss	(32,674)	-	-	-
Net cash generated from/(used in) operating activities	1,975,443	1,004,294	(98,029)	(110,236)
CASH FLOWS FROM INVESTING ACTIVITIES				
Purchase of property, plant and equipment	(620,894)	(958,727)	(2,043)	(3,287)
Purchase of right-of-use assets	(4,860)	(4,976)	-	-
Purchase of investment properties	-	(14,511)	-	-
Purchase of assets held for sale	-	(3,100)	-	-
Purchase of intangible assets	(3,262)	(17,273)	(2,219)	(7,554)
Additions of financial assets at fair value through other comprehensive income	(8,034)	(13,593)	-	-
Additions of financial assets at fair value through profit or loss (net)	(23,781)	(41,152)	-	-
Net cash outflow from liquidation of subsidiaries	-	(121)	-	-
Net cash inflow from disposal of subsidiaries	77,347	-	239,804	-
Balance carried forward	(583,484)	(1,053,453)	235,542	(10,841)

STATEMENTS OF CASH FLOWS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2019

	Group		Company	
	2019 RM'000	2018 RM'000 (Restated)	2019 RM'000	2018 RM'000 (Restated)
CASH FLOWS FROM INVESTING ACTIVITIES (CONTINUED)				
Balance brought forward	(583,484)	(1,053,453)	235,542	(10,841)
Additional investment in subsidiaries	-	-	(270,000)	(12,962)
Additional investment in a joint venture	(6,584)	-	-	-
Additional loans to subsidiaries	-	-	(305,249)	(249,464)
Repayment of loans from subsidiaries	-	-	248,586	246,129
Repayment of loan from a joint venture	22,510	-	-	-
Payment for asset retirement	(63)	(48)	-	-
Proceeds from disposal of property, plant and equipment	385	109	-	-
Proceeds from disposal of an associate	29,000	145,000	-	-
Proceeds from sales of financial assets at fair value through profit or loss (net)	8,731	116,606	-	-
Dividends received from subsidiaries	-	-	234,500	319,753
Dividends received from joint ventures	42,895	41,929	-	-
Dividends received from associates	1,167	824	-	-
Dividends received from financial assets at fair value through other comprehensive income	1,394	2,529	-	-
Advances to joint ventures	-	(67,690)	-	-
Net cash (used in)/generated from investing activities	(484,049)	(814,194)	143,379	292,615

STATEMENTS OF CASH FLOWS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2019

	Note	Group		Company	
		2019 RM'000	2018 RM'000 (Restated)	2019 RM'000	2018 RM'000 (Restated)
CASH FLOWS FROM FINANCING ACTIVITIES					
Repayment of loans due to a significant shareholder		(272,605)	(230,399)	(272,605)	(230,399)
Repayment of loans due to subsidiaries		-	-	-	(135,808)
Drawdown of loans from subsidiaries		-	-	372,203	165,000
Drawdown of borrowings		4,474,502	6,075,541	-	84,880
Repayment of borrowings		(4,699,230)	(5,938,908)	(9,800)	-
Payments of lease liabilities		(39,121)	(47,141)	(5,025)	(6,567)
Repayment of LLA liability		(248,683)	(298,651)	-	-
Dividends paid to non-controlling interests		(82,395)	(46,089)	-	-
Finance expense paid		(221,921)	(218,296)	(130,427)	(90,456)
Purchase of treasury shares		(3,186)	(4,920)	(3,186)	(4,920)
Decrease/(increase) in restricted cash		75,169	(77,004)	-	-
Net cash used in financing activities		(1,017,470)	(785,867)	(48,840)	(218,270)
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS					
		473,924	(595,767)	(3,490)	(35,891)
Effect of foreign exchange rate changes		(1,644)	(2,111)	-	696
CASH AND CASH EQUIVALENTS AT BEGINNING OF FINANCIAL YEAR					
		1,096,007	1,693,318	12,677	47,872
Add: Decrease in assets held for sale		160	567	-	-
CASH AND CASH EQUIVALENTS AT END OF FINANCIAL YEAR					
	37	1,568,447	1,096,007	9,187	12,677

STATEMENTS OF CASH FLOWS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2019

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

Group	At 1 January 2019 RM'000	Drawdown RM'000	Repayment# RM'000	Non-cash changes					At 31 December 2019 RM'000
				Finance costs/ interest accretion RM'000	Interest capitalisation RM'000	Lease additions/ termination (net) RM'000	Foreign exchange movement RM'000	Fair value movement RM'000	
Liabilities									
Islamic short term trade financing	2,587,372	3,769,296	(3,644,751)	18,343	45,158	-	-	-	2,775,418
Short term trade financing	451,541	633,297	(803,483)	16,809	-	-	1,174	-	299,338
Islamic term loans	1,204,614	-	(418,049)	78,099	9,229	-	-	-	873,893
Term loans	584	71,909	(9,667)	9,083	-	-	-	-	71,909
Total borrowings	4,244,111	4,474,502	(4,875,950)	122,334	54,387	-	1,174	-	4,020,558
Lease liabilities	294,080	-	(39,121)	15,623	-	30,213	-	-	300,795
LLA liability	4,328,008	-	(248,683)	-	-	-	-	236,821	4,316,146
Loans due to a significant shareholder	1,159,103	-	(317,806)	45,201	-	-	-	-	886,498
	10,025,302	4,474,502	(5,481,560)	183,158	54,387	30,213	1,174	236,821	9,523,997
Asset									
Restricted cash	(124,344)	75,169	-	-	-	-	-	-	(49,175)

STATEMENTS OF CASH FLOWS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2019

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

Group	At 1 January 2018 RM'000	Drawdown RM'000	Repayment [#] RM'000	Non-cash changes					At 31 December 2018 RM'000
				Finance costs/ interest accretion RM'000	Interest capitalisation RM'000	Lease additions/ termination (net) RM'000	Foreign exchange movement RM'000	Fair value movement RM'000	
2018									
Liabilities									
Islamic short term trade financing	2,572,665	3,796,122	(3,840,105)	58,097	3,271	-	(2,678)	-	2,587,372
Short term trade financing	722,059	1,734,033	(2,054,158)	21,670	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
Lease liabilities	268,689	-	(47,141)	13,168	-	59,364	-	-	294,080
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
	10,159,441	6,075,541	(6,733,395)	202,442	31,113	59,364	(2,583)	233,379	10,025,302
Asset									
Restricted cash	(47,340)	(77,004)	-	-	-	-	-	-	(124,344)

Included in the repayment are finance expense paid amounted to RM221,921,000 (2018: RM218,296,000).

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

STATEMENTS OF CASH FLOWS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2019

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 [#] RM'000	Non-cash changes			At 31 December RM'000
				Finance costs/ interest accretion RM'000	Lease addition/ termination RM'000	Waiver of loan due to a subsidiary RM'000	
<u>2019</u>							
Loans due to subsidiaries	1,104,909	372,203	(83,889)	83,889	-	-	1,477,112
Loans due to a significant shareholder	1,159,103	-	(317,806)	45,201	-	-	886,498
Lease liabilities	38,633	-	(5,025)	1,819	-	-	35,427
Borrowings	84,880	-	(11,137)	1,337	-	-	75,080
	2,387,525	372,203	(417,857)	132,246	-	-	2,474,117
<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
Lease liabilities	14,791	-	(6,567)	1,257	29,152	-	38,633
Borrowings	-	84,880	(2,311)	2,311	-	-	84,880
	2,504,866	249,880	(463,230)	94,910	29,152	(28,053)	2,387,525

[#] Included in the repayment are finance expense paid amounted to RM130,427,000 (2018: RM90,456,000).