

Statements of Cash Flows

For the Financial Year Ended 31 December 2015

64

GHL SYSTEMS BERHAD (293040-D)
ANNUAL REPORT 2015

	Note	Group		Company	
		2015 RM	2014 RM	2015 RM	2014 RM
CASH FLOWS FROM OPERATING ACTIVITIES					
Profit/(Loss) before tax		16,117,492	11,121,681	(131,038,651)	9,983,810
Adjustments for:					
Amortisation of:					
- intangible assets	8	1,065,472	1,193,883	827,683	1,017,976
- deferred income	23	(661,091)	(730,760)	(253,782)	(344,592)
Bad debts written off		44,346	85,886	-	-
Depreciation of property, plant and equipment	7	15,965,653	10,770,192	873,147	993,349
Dividend income	28	-	-	(6,200,000)	-
Impairment losses on:					
- property, plant and equipment	7	-	277,818	-	-
- trade and other receivables	13	1,120,739	927,485	24,504,463	189,030
- investment in a subsidiary	10	-	-	123,102,509	-
Intangible assets written off	8	271,855	852,939	-	852,939
Interest expense		2,647,150	1,432,327	187,103	17,342
Interest income		(1,153,338)	(648,293)	(575,732)	(687,472)
Inventories written off	15	339,917	840,931	296,625	837,221
Inventories written back		-	(41,154)	-	(41,154)
(Gain) / Loss on disposal of:					
- available-for-sale investments		-	(76,424)	-	-
- property, plant and equipment		(222,571)	12,481	835	5,071
Loss/(Gain) on foreign exchange					
- unrealised		1,322,651	385,028	(8,742,785)	(615,253)
Property, plant and equipment written off	7	564,133	1	2,940	-
Property, plant and equipment written back	7	-	(616)	-	-
Reversal of impairment losses on trade and other receivables	13	(182,007)	(184,073)	(4,109,522)	(15,361,331)
Share options granted under ESS	31	473,967	962,066	199,521	220,480
Share of loss/(profit) of joint ventures		59,503	(13,418)	-	-
Operating profit/(loss) before changes in working capital		37,773,871	27,167,980	(925,646)	(2,932,584)

Statements of Cash Flows

For the Financial Year Ended 31 December 2015 (continued)

	Note	Group		Company	
		2015 RM	2014 RM	2015 RM	2014 RM
CASH FLOWS FROM OPERATING ACTIVITIES (continued)					
Operating profit/(loss) before changes in working capital:		37,773,871	27,167,980	(925,646)	(2,932,584)
(Increase)/Decrease in inventories		(24,999,457)	(23,754,601)	(348,336)	527,974
(Increase)/Decrease in trade and other receivables		(16,990,196)	(22,945,669)	(1,278,869)	687,902
Increase/(Decrease) in trade and other payables		22,419,369	12,694,118	967,784	(297,080)
Advance receipts for deferred income	23	727,365	373,285	321,562	-
Cash generated from/(used in) operations		18,930,952	(6,464,887)	(1,263,505)	(2,013,788)
Dividend received		-	-	1,200,000	-
Interest received		1,153,338	648,293	481,733	674,241
Interest paid		(2,647,150)	(1,432,327)	(187,103)	(17,342)
Tax paid		(2,761,170)	(2,253,612)	(104,913)	(304,636)
Tax refunded		491,491	15,849	255,000	-
Net cash from/(used in) operating activities		15,167,461	(9,486,684)	381,212	(1,661,525)
CASH FLOWS FROM INVESTING ACTIVITIES					
Purchases of:					
- property, plant and equipment	7	(5,640,235)	(8,573,729)	(419,813)	(430,186)
- intangible assets	8	(800,404)	(1,585,356)	(10,546)	(271,122)
Proceeds from disposal of:					
- available-for-sale investments		-	1,118,795	-	-
- property, plant and equipment		280,250	691,798	376	270
Acquisitions of:					
- subsidiaries for cash, net of cash acquired	10	-	19,069,228	-	(2,620,683)
- additional interests in subsidiaries	10	-	-	-	(3,750,000)
(Placement)/Withdrawal in deposits pledged		(913,490)	(5,785,764)	100,000	-
Advances to subsidiaries		-	-	(16,671,487)	(18,782,651)
Net cash (used in)/from investing activities		(7,073,879)	4,934,972	(17,001,470)	(25,854,372)

Statements of Cash Flows

For the Financial Year Ended 31 December 2015 (continued)

66

GHL SYSTEMS BERHAD (293040-D)
ANNUAL REPORT 2015

	Note	Group		Company	
		2015 RM	2014 RM	2015 RM	2014 RM
CASH FLOWS FROM FINANCING ACTIVITIES					
Drawdown of:					
- term loans		12,410,283	3,900,600	3,703,500	-
- bankers' acceptance and Islamic facility		2,500,000	3,000,000	-	-
Proceeds from issuance of shares:					
- ordinary shares pursuant to ESS	17	2,047,998	2,748,372	2,047,998	2,748,372
- special issue	17	-	35,333,279	-	35,333,279
Share issuance expenses		-	(192,383)	-	(192,383)
Repayments of:					
- hire purchase creditors		(1,963,993)	(1,851,930)	(107,614)	(129,107)
- term loans		(9,314,351)	(12,695,937)	-	-
Net cash from financing activities		5,679,937	30,242,001	5,643,884	37,760,161
Net increase/(decrease) in cash and cash equivalents		13,773,519	25,690,289	(10,976,374)	10,244,264
Effect of exchange rate changes on cash and cash equivalents		(910,348)	(246,153)	-	-
Cash and cash equivalents at beginning of financial year		39,441,558	13,997,422	15,420,857	5,176,593
Cash and cash equivalents at end of financial year	16	52,304,729	39,441,558	4,444,483	15,420,857

The accompanying notes form an integral part of the financial statements.