

STATEMENTS OF CASH FLOWS

FOR THE FINANCIAL YEAR ENDED 30 SEPTEMBER 2018

| | The Group | | The Company | |
|--|--------------|---------------|--------------|--------------|
| | 2018 RM | 2017 RM | 2018 RM | 2017 RM |
| CASH FLOWS FROM / (USED IN) | | | | |
| OPERATING ACTIVITIES | | | | |
| Profit before tax | 126,698,478 | 193,592,301 | 62,151,457 | 50,665,944 |
| Adjustments for: | | | | |
| Amortisation of biological assets | 14,977,744 | 16,719,899 | - | - |
| Amortisation of prepaid lease payments | 1,509,763 | 1,530,438 | - | - |
| Bad debts written off | 216,368 | - | - | - |
| Biological assets written off | 1,130,667 | 4,775,926 | - | - |
| Changes in fair value of investment properties | 317,000 | (2,987,901) | - | - |
| Depreciation of property, plant and equipment | 19,428,065 | 20,055,373 | 19,573 | 19,573 |
| Deposits written off | 2,000 | 5,600 | - | - |
| Dividend income | - | - | (32,516,500) | (44,370,000) |
| Impairment loss on: | | | | |
| Finance lease receivables | 890 | - | - | - |
| Trade receivables | 77,374 | 59,906 | - | - |
| Other receivables | - | 2,000 | - | - |
| Inventories written down | 940,057 | - | - | - |
| Inventories written off | 2,193 | 161,778 | - | - |
| Interest expense | 34,249,204 | 47,564,546 | 3,216,910 | 4,656,946 |
| Unrealised losses on foreign exchange - net | 36,440,727 | 7,180,903 | - | - |
| Property, plant and equipment written off | 214,243 | 23,660 | - | 1 |
| Land donation | 9,461,450 | - | - | - |
| Provision for retirement gratuity | - | 587,866 | - | - |
| Provision for post-employment benefit obligations | 1,497,090 | 832,705 | - | - |
| Gain on investment in subsidiary arising from realisation of bonus share | - | - | (18,000,000) | - |
| Gain on disposal of an associate | (2,000,000) | - | - | - |
| Gain on disposal of non-current assets classified as held for sale | (1,055,182) | - | - | - |
| Gain on disposal of property, plant and equipment | (26,176) | (7,735) | - | - |
| Gain on retention sum measured at amortised cost | (161,806) | - | - | - |
| Interest income | (6,145,101) | (6,131,936) | (18,663,455) | (15,031,607) |
| Impairment loss no longer required on: | | | | |
| Finance lease receivables | (200) | (100) | - | - |
| Trade receivables | (25,662) | (64,942) | - | - |
| Other receivables | (32,200) | (58,483) | (7,200) | (4,200) |
| Share of results of associates | (360,579) | 2,206,144 | - | - |
| Operating Profit/(Loss) Before Changes in Working Capital | 237,356,407 | 286,047,948 | (3,799,215) | (4,063,343) |
| Change in property development costs | 45,320,989 | 2,074,315 | - | - |
| Change in inventories | 36,129,663 | 55,778,861 | - | - |
| Change in accrued billings in respect of property development | (47,018,014) | 60,447,554 | - | - |
| Change in receivables, deposits and prepayments | (42,203,941) | (58,201,676) | (483,580) | (1,345,699) |
| Change in payables and accruals | (28,579,077) | (144,913,951) | (804,798) | 629,370 |
| Cash Generated From/(Used In) Operations | 201,006,027 | 201,233,051 | (5,087,593) | (4,779,672) |
| Interest received | 5,451,093 | 6,012,785 | 18,663,455 | 15,031,607 |
| Interest paid | (38,036,963) | (48,869,220) | (3,216,910) | (4,656,946) |
| Tax paid | (71,440,492) | (102,552,142) | (3,876,184) | (2,603,646) |
| Tax refunded | 1,133,539 | 2,423,018 | - | - |
| Retirement benefit obligations paid | (1,031,517) | (352,618) | - | - |
| Net Cash From Operating Activities | 97,081,687 | 57,894,874 | 6,482,768 | 2,991,343 |

STATEMENTS
OF CASH FLOWS

MKH Berhad
Annual Report 2018

FOR THE FINANCIAL YEAR ENDED 30 SEPTEMBER 2018

| | The Group | | The Company | |
|--|---------------|---------------|---------------|--------------|
| | 2018 RM | 2017 RM | 2018 RM | 2017 RM |
| CASH FLOWS FROM/(USED IN) | | | | |
| INVESTING ACTIVITIES | | | | |
| Acquisition of subsidiaries, net of cash acquired | - | - | (2) | (350) |
| Advances to subsidiaries | - | - | (40,083,739) | (86,576,238) |
| Subscription of shares in an associate | - | (1,960,000) | - | - |
| Acquisition of property, plant and equipment | (16,919,649) | (13,821,345) | - | - |
| Additions to biological assets | (4,427,742) | (3,876,762) | - | - |
| Additions to intangible assets | (4,971,433) | (7,466,108) | - | - |
| Additions to land held for property development | (47,739,819) | (76,154,883) | - | - |
| Subscription of additional shares in subsidiaries | - | - | (42,250,721) | (31,667,487) |
| Dividends received from subsidiaries | - | - | 32,516,500 | 44,370,000 |
| Placement of deposits with licensed banks | (5,458,455) | (909,665) | - | - |
| Proceeds from disposal of an associate | 2,000,000 | - | - | - |
| Proceeds from disposal of property, plant and equipment | 143,944 | 40,166 | - | - |
| Proceeds from disposal of non-current assets classified as held for sale | 11,082,732 | - | - | - |
| Net Cash Used In Investing Activities | (66,290,422) | (104,148,597) | (49,817,962) | (73,874,075) |
| CASH FLOWS FROM/(USED IN) | | | | |
| FINANCING ACTIVITIES | | | | |
| Drawdown of bridging loan | - | 6,306,911 | - | - |
| Drawdown of revolving credits | 197,676,598 | 183,990,781 | 144,000,000 | 107,000,000 |
| Drawdown of term loans | 37,637,657 | 257,949,241 | - | - |
| Repayments of bridging loan | (6,306,911) | - | - | - |
| Repayments of revolving credits | (166,296,231) | (119,122,180) | (112,400,000) | (95,850,000) |
| Repayments of term loans | (154,899,423) | (380,683,893) | - | - |
| Payments of finance lease | (938,042) | (873,092) | - | - |
| Proceeds from issuance of shares pursuant to: | | | | |
| - rights issue | - | 80,561,603 | - | 80,561,603 |
| - warrants | 36,651,682 | 26,467,369 | 36,651,682 | 26,467,369 |
| Share issue expenses | - | (1,704,487) | - | (1,704,487) |
| Shares buy back | (5,437,937) | - | (5,437,937) | - |
| Proceeds from issuance of shares by subsidiaries to non-controlling shareholders | 22,648,519 | 490 | - | - |
| Dividend paid to non-controlling shareholders | (3,875,040) | - | - | - |
| Dividend paid | (29,284,585) | (29,362,829) | (29,284,585) | (29,362,829) |
| Net Cash (Used In)/From Financing Activities | (72,423,713) | 23,529,914 | 33,529,160 | 87,111,656 |
| NET (DECREASE)/ INCREASE IN CASH AND CASH EQUIVALENTS | (41,632,448) | (22,723,809) | (9,806,034) | 16,228,924 |
| Effect of exchange rate fluctuations | (3,003,261) | (5,158,983) | - | - |
| CASH AND CASH EQUIVALENTS AT BEGINNING OF THE FINANCIAL YEAR | 239,297,059 | 267,179,851 | 12,145,700 | (4,083,224) |
| CASH AND CASH EQUIVALENTS AT END OF THE FINANCIAL YEAR | 194,661,350 | 239,297,059 | 2,339,666 | 12,145,700 |