

# Statements of Cash Flows

## for the Financial Year ended 31 December 2018

|                                                              | Group       |                          | Company     |                          |
|--------------------------------------------------------------|-------------|--------------------------|-------------|--------------------------|
|                                                              | 2018<br>RM  | 2017<br>RM<br>(Restated) | 2018<br>RM  | 2017<br>RM<br>(Restated) |
| <b>Cash flows from operating activities</b>                  |             |                          |             |                          |
| Profit before tax                                            | 14,304,473  | 9,862,793                | 14,132,205  | 9,872,379                |
| Adjustments for :-                                           |             |                          |             |                          |
| Amortisation                                                 | 156,626     | 156,625                  | 156,626     | 156,625                  |
| Depreciation                                                 | 6,144,425   | 5,964,904                | 6,144,425   | 5,964,904                |
| (Gain)/loss on disposal of property,<br>plant & equipment    | (7,886)     | 14,270                   | (7,886)     | 14,270                   |
| Gain on disposal of shares in subsidiary                     | (16,084)    | -                        | -           | -                        |
| Impairment loss on amount due from subsidiary                | -           | -                        | 4,793       | 4,638                    |
| Interest expenses                                            | 995,147     | 1,303,132                | 995,147     | 1,303,132                |
| Interest income                                              | (510,294)   | (335,380)                | (500,098)   | (335,380)                |
| Used machine from customer written down                      | 1,304,750   | 2,503,000                | 1,304,750   | 2,503,000                |
| Inventories written off                                      | 31,366      | 57,594                   | 31,366      | 57,594                   |
| Unrealised foreign exchange (gain)/loss                      | (107,735)   | 84,646                   | (107,735)   | 84,646                   |
| Fair value gain on short term investment                     | (2,848)     | -                        | (2,848)     | -                        |
| Property, plant & equipment written off                      | 299,587     | 177,684                  | 299,587     | 177,684                  |
| Reversal of impairment loss on investment<br>in subsidiary   | -           | -                        | (1,000)     | -                        |
| Reversal of impairment loss on amount<br>due from subsidiary | -           | -                        | (33,404)    | -                        |
| Operating profit before working capital changes              | 22,591,527  | 19,789,268               | 22,415,928  | 19,803,492               |
| Changes in working capital:-                                 |             |                          |             |                          |
| Inventories                                                  | (987,483)   | 2,813,507                | (987,483)   | 2,813,507                |
| Receivables                                                  | (1,275,350) | (31,241)                 | (1,217,399) | (31,241)                 |
| Payables                                                     | 4,364,058   | (3,291,238)              | 3,855,089   | (3,291,239)              |
| Related parties balances                                     | -           | -                        | 310,959     | (21,201)                 |
| Cash generated from operations                               | 24,692,752  | 19,280,296               | 24,377,094  | 19,273,318               |
| Interest paid                                                | (995,147)   | (1,303,132)              | (995,147)   | (1,303,132)              |
| Interest received                                            | 510,294     | 335,380                  | 500,098     | 335,380                  |
| Income tax paid                                              | (3,337,786) | (2,210,000)              | (3,254,786) | (2,210,000)              |
| Net cash from operating activities                           | 20,870,113  | 16,102,544               | 20,627,259  | 16,095,566               |

The accompanying accounting policies and explanatory notes form an integral part of the financial statements.

## Statements of Cash Flows (cont'd) for the Financial Year ended 31 December 2018

|                                                          | Group               |                          | Company             |                          |
|----------------------------------------------------------|---------------------|--------------------------|---------------------|--------------------------|
|                                                          | 2018<br>RM          | 2017<br>RM<br>(Restated) | 2018<br>RM          | 2017<br>RM<br>(Restated) |
| <b>Cash flows from investing activities</b>              |                     |                          |                     |                          |
| Subscription of shares in existing subsidiary            | -                   | -                        | (99,000)            | -                        |
| Disposal of equity shares                                | 15,000              | -                        | 15,000              | -                        |
| Placement of short term investment                       | (7,916,139)         | (2,892,089)              | (7,916,139)         | (2,892,089)              |
| Purchase of property, plant & equipment                  | (6,053,156)         | (6,096,086)              | (6,053,156)         | (6,096,086)              |
| Proceeds from disposal of property,<br>plant & equipment | 15,286              | 5,697                    | 15,286              | 5,697                    |
| <b>Net cash used in investing activities</b>             | <b>(13,939,009)</b> | <b>(8,982,478)</b>       | <b>(14,038,009)</b> | <b>(8,982,478)</b>       |
| <b>Cash flows from financing activities</b>              |                     |                          |                     |                          |
| Dividend paid                                            | (2,978,930)         | (2,978,931)              | (2,978,930)         | (2,978,931)              |
| Placement of fixed deposit                               | (241,819)           | (2,194,176)              | (241,819)           | (2,194,176)              |
| (Repayment of)/proceeds from bankers' acceptance         | (647,864)           | 1,495,836                | (647,864)           | 1,495,836                |
| Proceeds from/(repayment of) borrowings                  | 1,464,513           | (428,652)                | 1,464,513           | (428,652)                |
| Repayment of finance lease liabilities                   | (3,556,652)         | (2,939,395)              | (3,556,652)         | (2,939,395)              |
| <b>Net cash used in financing activities</b>             | <b>(5,960,752)</b>  | <b>(7,045,318)</b>       | <b>(5,960,752)</b>  | <b>(7,045,318)</b>       |
| <b>Net changes in cash and cash equivalents</b>          | <b>970,352</b>      | <b>74,748</b>            | <b>628,498</b>      | <b>67,770</b>            |
| Effects of exchange rate changes                         | -                   | (84,646)                 | -                   | (84,646)                 |
| Cash and cash equivalents brought forward                | 8,716,905           | 8,726,803                | 8,709,927           | 8,726,803                |
| <b>Cash and cash equivalents carried forward</b>         | <b>9,687,257</b>    | <b>8,716,905</b>         | <b>9,338,425</b>    | <b>8,709,927</b>         |

The accompanying accounting policies and explanatory notes form an integral part of the financial statements.