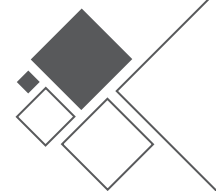


STATEMENTS OF CASH FLOWS

FOR THE YEAR ENDED 31 AUGUST 2017



| | Group | | Company | |
|--|--------------|-------------|-------------|-------------|
| | 2017 RM | 2016 RM | 2017 RM | 2016 RM |
| CASH FLOWS FROM OPERATING ACTIVITIES | | | | |
| Profit before tax | 6,483,887 | 5,182,208 | 531,511 | 2,989,415 |
| Adjustments for: | | | | |
| Depreciation of property, plant and equipment | 4,767,540 | 4,711,620 | - | - |
| Impairment of: | | | | |
| - Investment in subsidiary company | - | - | - | 6,000,000 |
| - Goodwill | 10,804 | 38,739 | - | - |
| Interest expense | 846,841 | 999,700 | - | - |
| Share of results of joint venture | 134,273 | 121,479 | - | - |
| Net inventory (reversal)/written down | (311,255) | 13,449 | - | - |
| Increase/(Reversal) in allowance for doubtful debts: | | | | |
| - Trade receivables | 718,015 | (38,947) | - | - |
| Property, plant and equipment written off | - | 107,078 | - | - |
| Gain on fair value of interest rate swap | (87) | (11,075) | - | - |
| Gain on disposal of property, plant and equipment | (148,195) | (4,476,082) | - | - |
| Deposit forfeited from proposed disposal of property, plant and equipment | - | (3,000) | - | - |
| Gain on initial recognition of other investment | - | (2,240,521) | - | - |
| Interest income from short-term deposits | (64,697) | (290,884) | (12,666) | (901) |
| Net unrealised (gain)/loss on foreign exchange | (1,329,780) | 707,220 | (494,381) | 442,839 |
| Dividend income | - | - | (150,000) | (9,700,000) |
| Interest receivable from subsidiary companies | - | - | (380,843) | (390,576) |
| Operating profit/(loss) before working capital changes | 11,107,346 | 4,820,984 | (506,379) | (659,223) |
| Changes in inventories | 437,165 | (2,634,442) | - | - |
| Changes in receivables | (16,875,590) | (5,538,869) | - | (3,025) |
| Changes in payables | 12,641,178 | 1,697,200 | (3,375) | (29,566) |
| Cash generated from/(used in) operations | 7,310,099 | (1,655,127) | (509,754) | (691,814) |
| Income tax refunded | 38,036 | - | 17,637 | - |
| Income tax paid | (1,496,503) | (169,328) | (76,328) | (81,250) |
| Net cash generated from/(used in) operating activities | 5,851,632 | (1,824,455) | (568,445) | (773,064) |
| CASH FLOWS FROM INVESTING ACTIVITIES | | | | |
| Investment in subsidiary companies | - | - | - | (2,512,499) |
| Dividend received | - | - | 150,000 | 9,700,000 |
| Proceeds from disposal of property, plant and equipment | 333,288 | 9,921,130 | - | - |
| Interest received | 64,697 | 290,884 | 393,509 | 391,477 |
| Additions to property, plant and equipment (note) | (8,261,570) | (1,409,691) | - | - |
| Advances to subsidiary companies | - | - | (1,375,354) | (5,356,601) |
| Increase in investment in direct/indirect subsidiary by non-controlling interest | - | 489,999 | - | - |
| Acquisition of equity interest in subsidiary company | (6,180) | (2,000,000) | - | - |
| Net cash outflow arising from the acquisitions | - | (1,631) | - | - |
| Increase in investment in joint venture | - | (1,000,000) | - | - |
| Payment for buy-back of shares | (33,609) | (2,208) | (33,609) | (2,208) |
| Net cash (used in)/generated from investing activities | (7,903,374) | 6,288,483 | (865,454) | 2,220,169 |

STATEMENTS OF CASH FLOWS FOR THE YEAR ENDED 31 AUGUST 2017

| | Group | | Company | |
|--|-------------|-------------|-------------|------------|
| | 2017 RM | 2016 RM | 2017 RM | 2016 RM |
| CASH FLOWS FROM FINANCING ACTIVITIES | | | | |
| Repayment of hire purchase liabilities | (1,445,212) | (1,075,711) | - | - |
| Additional/(repayment) of bank borrowings | 440,510 | (2,744,926) | - | - |
| Interest paid | (803,122) | (986,393) | - | - |
| Drawdown of term loans | 5,000,000 | - | - | - |
| Repayment of term loans | (2,585,406) | (2,579,409) | - | - |
| Increase in short-term deposits pledged with licensed banks | (630,088) | (160,666) | - | - |
| Net cash used in financing activities | (23,318) | (7,547,105) | - | - |
| NET CHANGES IN CASH AND CASH EQUIVALENTS | (2,075,060) | (3,083,077) | (1,433,899) | 1,447,105 |
| Effect of changes in foreign currency translation reserves | 481,355 | (212,462) | - | - |
| CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR | 14,104,980 | 17,400,519 | 1,569,198 | 122,093 |
| CASH AND CASH EQUIVALENTS AT END OF YEAR (Note 16) | 12,511,275 | 14,104,980 | 135,299 | 1,569,198 |

Note:

During the financial year, the Group acquired property, plant and equipment through the following arrangements:

| | Group | |
|--|------------|-------------|
| | 2017 RM | 2016 RM |
| Total cost of property, plant and equipment acquired | 8,734,873 | 3,832,932 |
| Less: Purchase consideration satisfied by hire purchase arrangements | (473,303) | (2,423,241) |
| Cash payments | 8,261,570 | 1,409,691 |

The accompanying notes form an integral part of the financial statements