

# STATEMENTS OF CASH FLOWS

FOR THE FINANCIAL YEAR ENDED 31 AUGUST 2023

|                                                                  |                     | Group             | Company            |                  |
|------------------------------------------------------------------|---------------------|-------------------|--------------------|------------------|
| Note                                                             | 2023<br>RM          | 2022<br>RM        | 2023<br>RM         | 2022<br>RM       |
| <b>Cash flows from operating activities</b>                      |                     |                   |                    |                  |
| Profit before tax                                                | 17,776,081          | 15,015,668        | 118,174            | 1,598,709        |
| Adjustments for:                                                 |                     |                   |                    |                  |
| Depreciation of property, plant and equipment                    | 659,475             | 457,064           | –                  | –                |
| Gain on disposal of property, plant and equipment                | –                   | (42,817)          | –                  | –                |
| Gain on lease modification                                       | –                   | (49)              | –                  | –                |
| Impairment loss on trade receivables                             | 66,204              | –                 | –                  | –                |
| Bad debts written off                                            | 265,870             | 61,650            | –                  | –                |
| Finance costs                                                    | 17,438              | 21,261            | –                  | –                |
| Interest income                                                  | (545,461)           | (310,878)         | (423,719)          | (243,724)        |
| Net unrealised foreign exchange loss/(gain)                      | 1,319               | (15,914)          | –                  | –                |
| <b>Operating profit/(loss) before changes in working capital</b> | <b>18,240,926</b>   | <b>15,185,985</b> | <b>(305,545)</b>   | <b>1,354,985</b> |
| <u>Changes in working capital:</u>                               |                     |                   |                    |                  |
| Inventories                                                      | 2,420,079           | (6,186,258)       | –                  | –                |
| Trade and other receivables                                      | (5,459,503)         | (6,766,681)       | (7,584)            | 8,876            |
| Trade and other payables                                         | (1,789,870)         | 5,392,706         | 217,272            | 7,633            |
| Contract asset                                                   | 24,518              | (24,518)          | –                  | –                |
| Contract liability                                               | –                   | (130,542)         | –                  | –                |
| <b>Net cash generated from/ (used in) operations</b>             | <b>13,436,150</b>   | <b>7,470,692</b>  | <b>(95,857)</b>    | <b>1,371,494</b> |
| Income tax paid                                                  | (4,060,540)         | (3,036,580)       | (68,239)           | (52,138)         |
| <b>Net cash flows from/(used in) operating activities</b>        | <b>9,375,610</b>    | <b>4,434,112</b>  | <b>(164,096)</b>   | <b>1,319,356</b> |
| <b>Cash flows from investing activities</b>                      |                     |                   |                    |                  |
| Purchase of property, plant and equipment                        | (a) (10,277,709)    | (578,600)         | –                  | –                |
| Change in pledged deposits                                       | (120,000)           | (120,000)         | –                  | –                |
| Interest income                                                  | 488,257             | 272,256           | 423,719            | 243,724          |
| Other investing activity                                         | (b) (1,820,000)     | –                 | (1,820,000)        | –                |
| <b>Net cash flows (used in)/from investing activities</b>        | <b>(11,729,452)</b> | <b>(426,344)</b>  | <b>(1,396,281)</b> | <b>243,724</b>   |

## STATEMENTS OF CASH FLOWS (CONT'D)

|                                                                   |            | Group             |                    | Company           |                    |
|-------------------------------------------------------------------|------------|-------------------|--------------------|-------------------|--------------------|
|                                                                   | Note       | 2023<br>RM        | 2022<br>RM         | 2023<br>RM        | 2022<br>RM         |
| <b>Cash flows from financing activities</b>                       | <b>(c)</b> |                   |                    |                   |                    |
| Repayments of term loans                                          |            | (160,601)         | (239,074)          | –                 | –                  |
| Repayments of lease liabilities                                   |            | (76,202)          | (58,619)           | –                 | –                  |
| Drawdown of hire purchase                                         |            | 80,000            | 125,000            | –                 | –                  |
| Repayment of hire purchase                                        |            | (54,231)          | (28,926)           | –                 | –                  |
| Dividends paid                                                    |            | –                 | (1,625,000)        | –                 | (1,625,000)        |
| Net change in amount owing by subsidiaries                        |            | –                 | –                  | 3,039,698         | (3,000,000)        |
| Proceeds from warrants conversion                                 |            | 7,293,867         | –                  | 7,293,867         | –                  |
| <b>Net cash flows from/(used in) financing activities</b>         |            | <b>7,082,833</b>  | <b>(1,826,619)</b> | <b>10,333,565</b> | <b>(4,625,000)</b> |
| Net increase/(decrease) in cash and cash equivalents              |            | 4,728,991         | 2,181,149          | 8,773,188         | (3,061,920)        |
| Cash and cash equivalents at the beginning of the financial year  |            | 23,754,458        | 21,573,309         | 13,547,870        | 16,609,790         |
| <b>Cash and cash equivalents at the end of the financial year</b> | <b>10</b>  | <b>28,483,449</b> | <b>23,754,458</b>  | <b>22,321,058</b> | <b>13,547,870</b>  |

(a) Purchase of property, plant and equipment:

|                                                                              | Note | 2023<br>RM | Group<br>2022<br>RM |
|------------------------------------------------------------------------------|------|------------|---------------------|
| Purchase of property, plant and equipment                                    | 5    | 10,318,823 | 710,497             |
| - Operating lease recognised as right-of-use assets                          |      | (41,114)   | (89,080)            |
| - Financed by way of proceeds from disposal of property, plant and equipment |      | –          | (42,817)            |
| Cash payments on purchase of property, plant and equipment                   |      | 10,277,709 | 578,600             |

(b) The other investing activity of the Group and of the Company representing 10% of the purchase consideration paid by the Company for the proposed acquisition as disclosed in Note 29.