

STATEMENTS OF CASH FLOWS

FOR THE YEAR ENDED 31 AUGUST 2018

	Group		Company	
	2018 RM	2017 RM	2018 RM	2017 RM
CASH FLOWS FROM OPERATING ACTIVITIES				
(Loss)/Profit before tax	(2,122,475)	6,483,887	(6,108,713)	531,511
Adjustments for:				
Depreciation of property, plant and equipment	4,513,213	4,767,540	-	-
Impairment of:				
- Investment in subsidiary company	-	-	590,000	-
- Investment in associated company	4,689,586	-	-	-
- Goodwill	-	10,804	-	-
Finance costs	2,544,062	846,841	195,395	-
Interest income from advances to a related party	(478,618)	-	-	-
Share of results of joint venture	23,122	134,273	-	-
Share of results of associated company	35	-	-	-
Write-down of inventories, net	4,591	(311,255)	-	-
Allowance for doubtful debts:				
- Trade receivables	-	718,015	-	-
- Subsidiary company	-	-	5,592,548	-
Reversal of allowance for doubtful debts for trade receivables	(100,714)	-	-	-
Gain on fair value of interest rate swap	-	(87)	-	-
Gain on disposal of property, plant and equipment	(97,145)	(148,195)	-	-
Interest income from short-term deposits	(91,657)	(64,697)	-	(12,666)
Net unrealised gain/(loss) on foreign exchange	999,188	(1,329,780)	459,415	(494,381)
Dividend income	-	-	(100,000)	(150,000)
Interest receivable from subsidiary companies	-	-	(738,050)	(380,843)
Operating profit/(loss) before working capital changes	9,883,188	11,107,346	(109,405)	(506,379)
Changes in inventories	(812,844)	437,165	-	-
Changes in receivables	(672,018)	(16,875,590)	(33,503)	-
Changes in payables	(1,571,487)	12,641,178	70,666	(3,375)
Cash generated from/(used in) operations	6,826,839	7,310,099	(72,242)	(509,754)
Income tax refunded	71,882	38,036	22,600	17,637
Income tax paid	(2,410,152)	(1,496,503)	(49,500)	(76,328)
Net cash generated from/(used in) operating activities	4,488,569	5,851,632	(99,142)	(568,445)
CASH FLOWS FROM INVESTING ACTIVITIES				
Investment in subsidiary company	-	-	(51)	-
Dividend received	-	-	100,000	150,000
Proceeds from disposal of property, plant and equipment	97,145	333,288	-	-
Interest received	91,657	64,697	738,050	393,509
Additions to property, plant and equipment (note)	(1,767,283)	(8,261,570)	-	-
Repayment from/(Advances to) subsidiaries companies	-	-	(773,742)	(1,375,354)
Increase in investment in direct/indirect subsidiary by non-controlling interests	49	-	-	-
Acquisition of equity interest in subsidiary company	-	(6,180)	-	-
Payment for buy-back of shares	(3,046)	(33,609)	(3,046)	(33,609)
Net cash (used in)/generated from investing activities	(1,581,478)	(7,903,374)	61,211	(865,454)
CASH FLOWS FROM FINANCING ACTIVITIES				
Repayment of hire purchase liabilities	(1,550,787)	(1,445,212)	-	-
Interest paid	(880,744)	(803,122)	-	-
Advances from subsidiary companies	-	-	24,987	-
Drawdown of term loans	-	5,000,000	-	-
Repayment of term loans	(2,974,063)	(2,585,406)	-	-
Decrease/(Increase) in short-term deposits pledged with licensed banks	322,920	(630,088)	-	-
Net cash used in financing activities	(5,082,674)	(463,828)	24,987	-

Statements of Cash Flows

FOR THE YEAR ENDED 31 AUGUST 2018

	Group		Company	
	2018 RM	2017 RM	2018 RM	2017 RM
NET CHANGES IN CASH AND CASH EQUIVALENTS	(2,175,583)	(2,515,570)	(12,944)	(1,433,899)
Effect of changes in foreign currency translation reserves	339,847	481,355	-	-
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	11,723,107	13,757,322	135,299	1,569,198
CASH AND CASH EQUIVALENTS AT END OF YEAR (Note 16)	9,887,371	11,723,107	122,355	135,299

Note:

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

	Group	
	2018 RM	2017 RM
Total cost of property, plant and equipment acquired	3,395,033	8,734,873
Less: Purchase consideration satisfied by hire purchase arrangements	(1,627,750)	(473,303)
Cash payments	1,767,283	8,261,570

Note (a):

Reconciliation of liabilities arising from financing activities

Group	Hire purchase liabilities RM	Term loans RM	Bank borrowings RM	Total RM
At beginning of financial year	1,843,965	14,750,222	788,168	17,382,355
<i>Cash flows:</i>				
Purchase of properties, plant and equipments	1,627,750	-	-	1,627,750
Repayments of hire purchases	(1,550,787)	-	-	(1,550,787)
Repayments of term loans	-	(2,974,063)	-	(2,974,063)
Drawdown of bank borrowings	-	-	346,690	346,690
Repayment of bank borrowings	-	-	(259,373)	(259,373)
Interest paid	(138,230)	(674,299)	(68,215)	(880,744)
	1,782,698	11,101,860	807,270	13,691,828
<i>Non-cash changes:</i>				
Interest expenses	138,230	664,413	65,899	868,542
At end of financial year	1,920,928	11,766,273	873,169	14,560,370

Company	Amount owing to subsidiary companies RM
At beginning of financial year	5,839,579
<i>Cash flows:</i>	
Advances from subsidiary companies	24,987
	5,864,566
<i>Non-cash changes:</i>	
Interest expenses	195,395
At end of financial year	6,059,961

The accompanying notes form an integral part of the financial statements