

# STATEMENTS OF CASH FLOWS

## FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2018

	Note	Group		Company	
		2018 RM	2017 RM	2018 RM	2017 RM
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>					
Profit/(Loss) before tax		28,114,324	41,795,574	(219,879)	10,471,366
<b>Adjustments for:-</b>					
Depreciation		2,640,450	2,214,987	5,525	12,254
Dividend income		-	-	(5,505,558)	(20,904,219)
Interest expenses		11,034,660	10,204,585	-	-
Interest income		(2,012,196)	(2,170,497)	(43,059)	-
Reversal of impairment loss on amount due from subsidiaries		-	-	-	(321,580)
Reversal of impairment loss on investment in subsidiaries		-	-	-	(368,119)
Impairment loss on amount due from subsidiaries		-	-	-	5,756,719
Impairment loss on other investment		-	-	-	108,821
Gain on disposal of subsidiaries		-	-	(7,490,462)	(2)
Bad debts written off		-	-	4,242,628	328,089
Property, plant and equipment written off		55,000	-	-	18,860
Unrealised loss/(gain) on foreign exchange		1,562	-	17,099	(272,884)
Loss on disposal of property, plant and equipment		10,775	-	-	-
Investment in a subsidiary written off		-	-	-	368,119
Operating profit/(loss) before working capital changes		39,844,575	52,044,649	(8,993,706)	(4,802,576)
<b>Changes in working capital:-</b>					
Contract balances		(39,594,148)	14,987,600	-	-
Payables		(10,532,416)	1,150,091	284,635	(129,588)
Receivables		(25,429,297)	(26,273,596)	47,359	(6,706)
Cash (used in)/generated from operations		(35,711,286)	41,908,744	(8,661,712)	(4,938,870)
Tax paid		(10,237,788)	(8,438,027)	-	-
Interest received		597,293	530,466	-	-
Interest paid		(928,740)	(107,439)	-	-
Net cash flows (used in)/from operating activities		(46,280,521)	33,893,744	(8,661,712)	(4,938,870)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>					
Net cash from reverse acquisition plan	5(b)	28,036,284	-	(110,000,000)	-
Acquisition of non-controlling interest		-	(520,000)	-	-
Transaction costs of an equity transaction		-	-	(1,560,000)	-
Purchase of property, plant and equipment	A	(11,863,450)	(121,200)	(7,093)	(3,199)
Proceed from disposal of subsidiaries		-	-	28,000,000	-
Dividend income		-	-	5,505,558	20,904,219
Interest received		1,414,903	1,640,031	43,059	-
Net cash flows from/(used in) investing activities		17,587,737	998,831	(78,018,476)	20,901,020



# STATEMENTS OF CASH FLOWS

## FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2018 (CONT'D)

	Note	Group		Company	
		2018 RM	2017 RM	2018 RM	2017 RM
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>					
Repayment of borrowings		(6,037,018)	(7,894,885)	-	-
Repayment of SUKUK		(20,000,000)	(1,368,350)	-	-
Proceed from issuance exercise of ESOS		-	-	241,515	241,500
Proceed from issuance of shares pursuant to private placement		23,508,000	-	133,508,000	-
(Placement)/Withdrawal in Designated Bank Accounts		(4,500,149)	22,395,710	-	-
Advance from/(Repayment to) ultimate holding company		51,388,997	(19,435,941)	-	-
Advance from related companies		1,013,321	11,433,987	-	-
Advance to subsidiaries		-	-	(47,044,927)	(16,394,837)
Refinance of finance lease liabilities		-	475,500	-	-
Repayment of finance lease liabilities		(555,923)	(632,296)	-	-
Interest paid		(10,105,920)	(10,097,146)	-	-
Withdrawal/(Placement) of fixed deposits		4,763,733	(47,659,000)	-	-
Net cash flows from/(used in) financing activities		39,475,041	(52,782,421)	86,704,588	(16,153,337)
<b>CASH AND CASH EQUIVALENTS</b>					
Net changes		10,782,257	(17,889,846)	24,400	(191,187)
Brought forward		(10,123,853)	7,765,993	247,744	403,676
Effects of exchange rate changes		(1,562)	-	(17,099)	35,255
Carried forward	<b>B</b>	656,842	(10,123,853)	255,045	247,744

### NOTES TO THE STATEMENTS OF CASH FLOWS

#### A. PURCHASE OF PROPERTY, PLANT AND EQUIPMENT

	Group		Company	
	2018 RM	2017 RM	2018 RM	2017 RM
Total purchase of property, plant and equipment	(12,263,450)	(121,200)	(7,093)	(3,199)
Acquired under hire purchase agreement	400,000	-	-	-
	(11,863,450)	(121,200)	(7,093)	(3,199)

#### B. CASH AND CASH EQUIVALENTS

Cash and cash equivalents included in the statements of cash flows comprise the following statements of financial position items:-

	Group		Company	
	2018 RM	2017 RM	2018 RM	2017 RM
Fixed deposits with licensed banks	74,292,620	79,056,353	-	-
Cash and bank balances	25,349,896	21,843,740	255,045	247,744
Bank overdraft	(5,935,800)	(17,710,488)	-	-
	93,706,716	83,189,605	255,045	247,744
Less: Fixed deposits pledged with licensed banks	(74,292,620)	(79,056,353)	-	-
Designated Bank Accounts	(18,757,254)	(14,257,105)	-	-
	656,842	(10,123,853)	255,045	247,744

The accompanying notes form an integral part of the financial statements of Widad Group Berhad and its subsidiaries. The audited financial statements of the Widad Builders Sdn. Bhd. and its subsidiaries as at 31 December 2017 is presented as the comparative following the reverse acquisition plan of the Company as explained in Note 2.1 to the financial statements.