



SEREMBAN ENGINEERING BERHAD ("SEB")
(Company No. 45332X)

CONDENSED INTERIM FINANCIAL STATEMENTS
UNAUDITED CONSOLIDATED STATEMENT OF CASH FLOW
FOR THE FOURTH QUARTER ENDED 31 DEC 2012

	12 months ended 31/12/2012 RM	12 months ended 31/12/2011 RM (audited)
Cash flows from operating activities		
Profit before tax	8,274,542	4,765,963
Adjustments for:		
Depreciation of property, plant and equipment	1,914,261	1,535,558
Goodwill written off	5,837	-
Allowance for impairment losses of trade receivables - effect of adopting FRS 139	(466,390)	(473,607)
Write-back of allowance for impairment loss of trade receivables - collective impairment	-	(3,000)
(Gain) on disposal of PPE	-	(149,996)
Loss on disposal of PPE	7,273	3,534
Property, plant & equipment written off	129,146	36,073
Interest expenses	1,205,292	870,244
Interest income	(195,922)	(279,201)
Bad debts written off	2,589,757	2,512
Share of loss of jointly controlled entities	(34,080)	(20,997)
Operating profit before changes in working capital	13,429,717	6,287,083
Changes in working capital:		(7,244,142)
Inventories	(2,659,606)	(9,526,053)
Trade and other receivables	(1,469,331)	1,803,242
Trade and other payables	(11,212,943)	16,301,003
Amount due from contract customers	116,323	442,763
Cash generated from operating activities	(1,795,515)	8,164,596
Tax paid	(1,747,188)	(1,206,798)
Interest paid	(1,205,292)	(870,244)
Interest received	195,922	279,201
Net cash from / (used in) operating activities	(4,552,073)	6,366,757
Cash flows from investing activities		
Purchase of property, plant and equipment	(10,173,844)	(6,928,473)
Proceeds from disposal of PPE	-	391,001
shareholders in subsidiary coy	(285,440)	400,000
Investment in Associated Company	(8,731,841)	22,312
Net cash used in investing activities	(19,191,125)	(6,115,160)
Cash flows from financing activities		
Net (increase) in fixed deposit pledged	449,523	(508,302)
Drawdown from term loans	3,990,546	-
Drawdown from hire-purchase payable	823,406	59,000
Dividend paid	(1,595,574)	(800,000)
Proceeds from hire-purchase payables	-	(134,975)
Repayment of term loans	-	(1,610,106)
Drawdown from Revolving Credit	6,000,000	1,513,294
Net movement in trade bills	4,719,706	-
Purchase of treasury shares	(122,163)	(22,048)
Net cash from / (used in) financing activities	14,265,443	(1,503,137)
Net increase / (decrease) in cash and cash equivalents	(9,477,755)	6,937,190
Cash and cash equivalents at beginning of financial year	22,524,943	15,587,752
Cash and cash equivalents at end of financial period	13,047,188	22,524,943
Cash and cash equivalents at end of year comprise:		
Cash & bank balances	11,753,663	14,497,191
Deposits with licensed banks	2,505,286	9,975,684
	14,258,949	24,472,876
Less : Fixed deposits not readily available for use	(1,211,760)	(1,661,283)
	13,047,188	22,811,593
Bank overdraft- unsecured	-	(286,650)
	13,047,188	22,524,943

The Condensed Interim Financial Statements should be read in conjunction with SEB's audited consolidated financial statements for the financial year ended 31 December 2011 with the accompanying explanatory notes attached to the financial statements.