



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

**CONDENSED INTERIM FINANCIAL STATEMENTS**  
**UNAUDITED CONSOLIDATED STATEMENT OF CASH FLOW**  
**FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2013**

	12 months ended 31.12.2013 RM	12 months ended 31.12.2012 RM
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before tax	8,460,979	8,399,583
Adjustment for:-		
Impairment loss on trade receivables		77,439
- collective impairment	-	2,536,255
- individual impairment	-	200,000
Bad Debt Written off	-	(746,341)
Reversal of allowance for impairment loss on trade receivables	-	-
Depreciation PPE	2,270,764	1,920,771
Depreciation of investment property	6,530	1,685
(Gain)/ Loss on disposal of property, plant and equipment	(93,850)	7,273
Property, Plant & Equipment Written Off	15,988	57,183
Share of results in associates	305,454	16,667
Interest expenses	1,653,354	1,273,487
Interest income	(24,659)	(197,125)
	<u>12,594,560</u>	<u>13,546,877</u>
<b>Changes in working capital</b>		
Inventories	647,965	(2,832,316)
Amount due from contract customers	(3,319,087)	(76,944)
Trade and other receivables, prepayment and other assets	(13,461,341)	727,887
Trade and other payables	5,031,574	(14,348,271)
Cash generated from / (used in) operations	1,493,671	(2,982,767)
Interest paid	(1,653,354)	(1,273,487)
Interest received	24,659	197,125
Tax refund	1,720,746	-
Tax paid	(2,155,109)	(1,949,676)
<b>Net cash generated from / (used in) operating activities</b>	<u>(569,387)</u>	<u>(6,008,805)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Investment in Associated Company	-	(8,800,000)
Investment in subsidiary	-	(405,582)
Proceeds from disposal of property, plant and equipment	96,367	12,650
Purchase of property, plant and equipment	(3,663,815)	(8,911,982)
Net cash used in investing activities	<u>(3,567,448)</u>	<u>(18,104,914)</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Drawdown from Term Loan	-	4,708,855
Drawdown from hire purchase and lease payables	194,000	-
Drawdown from Revolving Credit	5,500,000	-
Dividend paid	(1,594,036)	(1,595,574)
Released of fixed deposit pledged	1,211,760	449,523
Net movement in trade bills	(2,793,000)	12,342,706
Repayment of hire purchase and lease payables	(330,472)	(214,301)
Repayment of term loans	(1,060,297)	(931,162)
Purchase of treasury shares	(11,723)	(122,163)
Net cash generated from financing activities	<u>1,116,232</u>	<u>14,637,884</u>
<b>NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS</b>	(3,020,603)	(9,475,835)
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF THE FINANCIAL YEAR</b>	<u>13,049,108</u>	<u>22,524,943</u>
<b>CASH AND CASH EQUIVALENTS AT END OF THE FINANCIAL YEAR</b>	<u>10,028,505</u>	<u>13,049,108</u>
<b>CASH AND CASH EQUIVALENTS COMPRISE OF:</b>		
Fixed deposit pledged with a licensed bank	-	1,211,760
Repo deposits	8,126,615	1,293,526
Cash and bank balances	2,349,829	12,423,539
	<u>10,476,444</u>	<u>14,928,825</u>
Less : FD pledged with licensed bank	-	(1,211,760)
	<u>10,476,444</u>	<u>13,717,065</u>
Bank overdraft- unsecured	(447,939)	(667,957)
	<u>10,028,505</u>	<u>13,049,108</u>

The Condensed Interim Financial Statements should be read in conjunction with SEB's audited consolidated financial statements for the financial year ended 31 December 2012 with the accompanying explanatory notes attached to the financial statements.