

THONG GUAN INDUSTRIES BERHAD (COMPANY NO. : 324203-K)
UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2012

	9 months ended	
	30.09.2012	30.09.2011
	RM'000	RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax	20,789	21,788
Adjustments for:		
Depreciation of property, plant and equipment	12,599	11,851
Reversal of impairment loss on property, plant and equipment	-	(8)
Amortisation of prepaid lease payments	192	155
Gain on disposal of property, plant and equipment	(87)	(69)
Interest income	(446)	(307)
Interest expense	585	535
Impairment loss on other investments	77	76
Property, plant and equipment written off	20	-
Negative goodwill on acquisition of a subsidiary	-	80
Operating profit before changes in working capital	33,729	34,101
Changes in working capital:		
Trade and other receivables	(17,516)	(8,477)
Inventories	13,884	(14,646)
Trade and other payables	(11,775)	(1,273)
Cash generated from operations	18,322	9,705
Income taxes paid	(1,543)	(473)
Net cash from operating activities	16,779	9,232
CASH FLOWS FROM INVESTING ACTIVITIES		
Acquisition of property, plant and equipment	(6,561)	(13,556)
Acquisition of prepaid lease payments	(24)	(2,200)
Proceeds from disposal of property, plant and equipment	232	171
Interest received	446	307
Shares subscribed by non-controlling interests in an existing subsidiary	1,170	-
Net cash used in investing activities	(4,737)	(15,278)
CASH FLOWS FROM FINANCING ACTIVITIES		
Dividend paid	(6,313)	(5,260)
Interest paid	(585)	(535)
Payment of finance lease liabilities	172	(305)
Drawdown/ (Repayment) of term loans, net	10,617	(631)
Drawdown of other bank borrowings, net	(250)	1,231
Net cash from/ (used in) financing activities	3,641	(5,500)
NET INCREASE/ (DECREASE) IN CASH AND CASH EQUIVALENTS	15,683	(11,546)
Effects of exchange rate fluctuations on cash held	(272)	764
CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD	36,682	50,730
CASH AND CASH EQUIVALENTS AT END OF PERIOD	52,093	39,948
REPRESENTED BY:-		
Cash and bank balances	27,220	24,374
Short-term deposits with licensed banks	26,418	18,156
Bank overdrafts	(1,545)	(2,582)
	52,093	39,948

The Unaudited Condensed Consolidated Statement of Cash Flows (formerly known as Cash Flow Statements) should be read in conjunction with the Annual Audited Financial Statements for the financial year ended 31 December 2011 and the accompanying explanatory notes attached to the interim financial report.