

THONG GUAN INDUSTRIES BERHAD (COMPANY NO. : 324203-K)
UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2012

	12 months ended	
	31.12.2012 RM'000	31.12.2011 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax	29,328	28,057
Adjustments for:		
Depreciation of property, plant and equipment	16,858	16,277
Amortisation of prepaid lease payments	256	224
Gain on disposal of property, plant and equipment	(257)	(181)
Interest income	(616)	(415)
Interest expense	831	677
Impairment loss on other investments	216	128
Property, plant and equipment written off	23	35
Negative goodwill on acquisition of a subsidiary	-	(165)
Operating profit before changes in working capital	46,639	44,637
Changes in working capital:		
Trade and other receivables	(2,741)	(1,360)
Inventories	8,161	(39,146)
Trade and other payables	715	6,735
Cash generated from operations	52,774	10,866
Income taxes (paid)/ refunded	(1,519)	27
Net cash from operating activities	51,255	10,893
CASH FLOWS FROM INVESTING ACTIVITIES		
Acquisition of property, plant and equipment	(9,513)	(31,223)
Acquisition of prepaid lease payments	(37)	(2,242)
Proceeds from disposal of property, plant and equipment	521	181
Interest received	616	415
Shares subscribed by non-controlling interests in an existing subsidiary	1,170	900
Net cash inflow from acquisition of a new subsidiary	-	25
Net cash used in investing activities	(7,243)	(31,944)
CASH FLOWS FROM FINANCING ACTIVITIES		
Dividend paid	(6,313)	(5,260)
Interest paid	(831)	(677)
Payment of finance lease liabilities	18	(516)
Drawdown/ (Repayment) of term loans, net	9,900	(845)
(Repayment)/ Drawdown of other bank borrowings, net	(7,818)	13,479
Net cash (used in)/ from financing activities	(5,044)	6,181
NET INCREASE/ (DECREASE) IN CASH AND CASH EQUIVALENTS	38,968	(14,870)
Effects of exchange rate fluctuations on cash held	(216)	822
CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD	36,682	50,730
CASH AND CASH EQUIVALENTS AT END OF PERIOD	75,434	36,682
REPRESENTED BY:-		
Cash and bank balances	48,461	17,351
Short-term deposits with licensed banks	30,629	21,220
Bank overdrafts	(3,656)	(1,889)
	75,434	36,682

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.