

THONG GUAN INDUSTRIES BERHAD (COMPANY NO. : 324203-K)
UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2013

	9 months ended	
	30.09.2013	30.09.2012
	RM'000	RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax	27,496	20,789
Adjustments for:		
Depreciation of property, plant and equipment	12,809	12,599
Amortisation of prepaid lease payments	197	192
Gain on disposal of property, plant and equipment	(121)	(87)
Interest income	(629)	(446)
Interest expense	653	585
Impairment loss on other investments	425	77
Property, plant and equipment written off	1	20
Operating profit before changes in working capital	<u>40,831</u>	<u>33,729</u>
Changes in working capital:		
Trade and other receivables	(23,769)	(17,516)
Inventories	(1,243)	13,884
Trade and other payables	(6,794)	(11,775)
Cash from operations	<u>9,025</u>	<u>18,322</u>
Income taxes paid	(2,119)	(1,543)
Net cash from operating activities	<u>6,906</u>	<u>16,779</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Acquisition of property, plant and equipment	(5,830)	(6,561)
Acquisition of prepaid lease payments	(29)	(24)
Proceeds from disposal of property, plant and equipment	134	232
Interest received	629	446
Share subscribed by non-controlling interests in an existing subsidiary	-	1,170
Net cash used in investing activities	<u>(5,096)</u>	<u>(4,737)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Dividend paid	(7,364)	(6,313)
Interest paid	(653)	(585)
Proceeds of finance lease liabilities	856	172
(Repayment)/ drawdown of term loans, net	(2,126)	10,617
Repayment of other bank borrowings, net	(536)	(250)
Net cash (used in)/ from financing activities	<u>(9,823)</u>	<u>3,641</u>
NET (DECREASE)/ INCREASE IN CASH AND CASH EQUIVALENTS	(8,013)	15,683
Effects of exchange rate fluctuations on cash held	1,231	(272)
CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD	75,354	36,682
CASH AND CASH EQUIVALENTS AT END OF PERIOD	<u>68,572</u>	<u>52,093</u>
REPRESENTED BY:-		
Cash and bank balances	43,459	27,220
Short-term deposits with licensed banks	27,977	26,418
Bank overdrafts	(2,864)	(1,545)
	<u>68,572</u>	<u>52,093</u>

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 2012 and the accompanying explanatory notes attached to the interim financial report.