

THONG GUAN INDUSTRIES BERHAD (COMPANY NO. : 324203-K)
UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2013

	12 months ended	
	31.12.2013	31.12.2012
	RM'000	RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax	31,868	29,298
Adjustments for:		
Depreciation of property, plant and equipment	17,140	16,709
Amortisation of prepaid lease payments	263	257
Gain on disposal of property, plant and equipment	(295)	(110)
Interest income	(725)	(617)
Interest expense	905	832
Impairment loss on other investments	635	216
Property, plant and equipment written off	1	20
Operating profit before changes in working capital	<u>49,792</u>	<u>46,605</u>
Changes in working capital:		
Trade and other receivables	(24,197)	(4,093)
Inventories	(15,733)	7,949
Trade and other payables	14,059	2,252
Cash from operations	<u>23,921</u>	<u>52,713</u>
Income taxes paid	(4,502)	(1,531)
Net cash from operating activities	<u>19,419</u>	<u>51,182</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Acquisition of short term other investments	(12,700)	-
Acquisition of property, plant and equipment	(16,925)	(8,848)
Acquisition of prepaid lease payments	(39)	(37)
Proceeds from disposal of property, plant and equipment	311	111
Interest received	725	617
Share subscribed by non-controlling interests in an existing subsidiary	-	1,170
Net cash used in investing activities	<u>(28,628)</u>	<u>(6,987)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Dividend paid	(7,364)	(6,312)
Interest paid	(905)	(832)
Proceeds/ (repayment) of finance lease liabilities	850	(242)
(Repayment)/ drawdown of term loans, net	(3,046)	9,900
Other bank borrowings, net	8,932	(7,819)
Net cash used in from financing activities	<u>(1,533)</u>	<u>(5,305)</u>
NET (DECREASE)/ INCREASE IN CASH AND CASH EQUIVALENTS	(10,742)	38,890
Effects of exchange rate fluctuations on cash held	1,506	(218)
CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD	75,354	36,682
CASH AND CASH EQUIVALENTS AT END OF PERIOD	<u>66,118</u>	<u>75,354</u>
REPRESENTED BY:-		
Cash and bank balances	51,425	48,381
Short-term deposits with licensed banks	18,641	30,629
Bank overdrafts	(3,948)	(3,656)
	<u>66,118</u>	<u>75,354</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.