

THONG GUAN INDUSTRIES BERHAD (COMPANY NO. : 324203-K)
UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2014

	12 months ended	
	UNAUDITED 31.12.2014 RM'000	AUDITED 31.12.2013 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
(Loss)/ profit before tax	18,823	31,837
Adjustments for:		
Depreciation of property, plant and equipment	18,101	17,132
Amortisation of prepaid lease payments	248	263
Gain on disposal of property, plant and equipment	(89)	(285)
Gain on disposal of other investment	(88)	-
Interest income	(801)	(726)
Interest expense	1,315	906
Impairment loss on other investments	668	607
Property, plant and equipment written off	-	2
Operating profit before changes in working capital	<u>38,177</u>	<u>49,736</u>
Changes in working capital:		
Trade and other receivables	(3,448)	(24,083)
Inventories	(60,944)	(15,866)
Trade and other payables	(3,131)	14,319
Cash (used in)/ generated from operations	<u>(29,346)</u>	<u>24,106</u>
Income taxes paid	(3,104)	(4,503)
Net cash (used in)/ generated from operating activities	<u>(32,450)</u>	<u>19,603</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Proceeds from disposal / (acquisition) of short term investments	6,335	(12,700)
Acquisition of property, plant and equipment	(28,915)	(15,383)
Additions to prepaid lease payments	(534)	(39)
Proceeds from disposal of property, plant and equipment	235	300
Interest received	801	726
Shares subscribed by non-controlling interests in an existing subsidiary	900	-
Proceeds from right issue of ICULS	52,602	-
Proceeds from warrant exercise	11	-
Net cash generated from/ (used in) investing activities	<u>31,435</u>	<u>(27,096)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Dividend paid	(11,573)	(7,364)
Interest paid	(1,315)	(906)
Repayment of finance lease liabilities	(610)	(682)
Drawdown/ (repayment) of term loans, net	4,226	(3,044)
Other bank borrowings, net	32,522	8,932
ICULS with warrants expenses	(544)	-
Net cash from/ (used in) financing activities	<u>22,706</u>	<u>(3,064)</u>
NET INCREASE/ (DECREASE) IN CASH AND CASH EQUIVALENTS	21,691	(10,557)
Effects of exchange rate fluctuations on cash held	569	1,505
CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD	66,302	75,354
CASH AND CASH EQUIVALENTS AT END OF PERIOD	<u>88,562</u>	<u>66,302</u>
REPRESENTED BY:-		
Cash and bank balances	21,361	51,608
Short-term deposits with licensed banks	70,263	18,642
Bank overdrafts	(3,062)	(3,948)
	<u>88,562</u>	<u>66,302</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 2013 and the accompanying explanatory notes attached to the interim financial report.