

Optimax Holdings Berhad

Registration No: 201801028697 (1290723-T)
(Incorporated in Malaysia)

Unaudited condensed consolidated statement of cash flows for the third quarter ended 30 September 2020

	Unaudited Cumulative quarter ended 30 September	
	2020	2019 ⁽¹⁾
	RM'000	RM'000
Cash flows from operating activities		
Profit before tax	5,791	9,930
<i>Adjustments for:</i>		
Finance income	(61)	(37)
Finance costs	1,100	1,137
Depreciation of property, plant and equipment	3,057	2,874
Depreciation of right-of-use assets	1,361	1,305
Initial public offering expenses	603	246
Fair value gain on investment in financial assets	(7)	-
Gain on derecognition of right-of-use assets	-	(23)
	<u>11,844</u>	<u>15,432</u>
Operating profit before working capital changes	11,844	15,432
Changes in working capital:		
Inventories	(558)	(265)
Prepayments	118	(353)
Trade and other receivables	2,287	(629)
Trade and other payables	(2,754)	(558)
	<u>10,937</u>	<u>13,627</u>
Cash generated from operations	10,937	13,627
Interest received	24	37
Interest paid	(488)	(376)
Tax refund	-	821
Tax paid	(1,818)	(2,690)
	<u>8,655</u>	<u>11,419</u>
Net cash from operating activities	8,655	11,419
Cash flows from investing activities		
Acquisition of property, plant and equipment	(1,930)	(1,489)
Acquisition of non-controlling interests	-	(90)
Changes in pledged deposits	(18)	(321)
Increase in investment in financial assets	(17,755)	-
Interest received	37	-
	<u>(19,666)</u>	<u>(1,900)</u>
Net cash used in investing activities	(19,666)	(1,900)

Unaudited condensed consolidated statement of cash flows for the third quarter ended 30 September 2020 (continued)

	Unaudited Cumulative quarter ended 30 September	
	2020 RM'000	2019 ⁽¹⁾ RM'000
Cash flows from financing activities		
Interest paid	(417)	(761)
Proceeds from issuance of new shares	21,000	-
Payment of listing expenses	(2,037)	(180)
Repayment of hire purchase liabilities	(1,429)	(1,000)
Repayment of term loans	(136)	(657)
Payment of lease liabilities	(1,238)	(1,194)
Dividends paid to owners of the Company	-	(6,000)
Dividends paid to non-controlling interests	-	(410)
Net cash from/(used in) financing activities	15,743	(10,202)
Net increase/(decrease) in cash and cash equivalents	4,732	(683)
Cash and cash equivalents at the beginning of financial period	5,674	4,814
Cash and cash equivalents at the end of financial period	10,406	4,131

⁽¹⁾ As explained in Note B6, the comparative figures in the Group's condensed consolidated interim financial report are presented as if the combination of entities under common control had occurred before the start of the earliest period presented.

(i) Cash and cash equivalents

Cash and cash equivalents included in the consolidated statement of cash flows comprise the following consolidated statement of financial position amounts:

	Unaudited Cumulative quarter ended 30 September	
	2020 RM'000	2019 RM'000
Cash and cash equivalents	11,473	5,172
Pledged deposits	(1,067)	(1,041)
	10,406	4,131

Unaudited condensed consolidated statement of cash flows for the third quarter ended 30 September 2020 (continued)

(ii) Acquisition of property, plant and equipment

During the financial period, the Group acquired property, plant and equipment as follows:

	Unaudited Cumulative quarter ended 30 September	
	2020 RM'000	2019 RM'000
Paid in cash	1,316	687
Property, plant and equipment purchased using hire purchase arrangement	2,125 ⁽¹⁾	858
Balances remained unpaid at financial period end	<u>2,009</u>	<u>2,120</u>
	<u>5,450</u>	<u>3,665</u>

⁽¹⁾ Mainly due to a hire purchase arrangement entered into by the Group to finance an operation equipment amounting to RM1,950,000 in the current financial period, in which a deposit of RM975,000 was paid in the prior financial year. The deposit of RM975,000 was initially financed using the Group's bank overdraft facility, which has subsequently been repaid and replaced by this hire purchase arrangement.

During the current financial period, the Group paid the remaining outstanding amounts in relation to property, plant and equipment acquired in the previous financial year of RM614,000 (30.9.2019: RM802,000).

The Group also entered into hire purchase arrangement to finance the plant and equipment acquired in the previous financial year of RM1,668,000 (30.9.2019: RM1,035,000).