

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 2021

	Unaudited Cumulative quarter ended 30 September	
	2021	2020
	RM'000	RM'000
Cash flows from operating activities		
Profit before tax	12,256	5,791
<i>Adjustments for:</i>		
Finance income	(151)	(61)
Finance costs	1,023	1,100
Depreciation of property, plant and equipment	3,724	3,057
Depreciation of right-of-use assets	1,340	1,361
Property, plant and equipment written off	7	-
Fair value gain on investment in financial assets	(42)	(7)
Gain on derecognition of right-of-use assets	(66)	-
Initial public offering expenses	-	603
	<u>18,091</u>	<u>11,844</u>
Operating profit before working capital changes		
Changes in working capital:		
Inventories	(1,438)	(558)
Trade and other receivables	(6,559)	2,287
Prepayments	(350)	118
Trade and other payables	1,263	(2,754)
	<u>11,007</u>	<u>10,937</u>
Cash generated from operations		
Interest received	33	24
Interest paid	(402)	(488)
Tax paid	(2,270)	(1,818)
	<u>8,368</u>	<u>8,655</u>
Net cash from operating activities		
Cash flows from investing activities		
Acquisition of property, plant and equipment	(9,632)	(1,930)
Proceeds from disposal of property, plant and equipment	112	-
Net redemption from/(Increase in) investment in financial assets	7,693	(17,718)
Changes in pledged deposits	(13)	(18)
	<u>(1,840)</u>	<u>(19,666)</u>
Net cash used in investing activities		

Unaudited condensed consolidated statement of cash flows for the third quarter ended 30 September 2021 (continued)

	Unaudited Cumulative quarter ended 30 September	
	2021 RM'000	2020 RM'000
Cash flows from financing activities		
Dividends paid to non-controlling interests	(450)	-
Interest paid	(621)	(417)
Proceeds from issuance of new shares	-	21,000
Payment of listing expenses	-	(2,037)
Net repayment of hire purchase liabilities	(1,436)	(1,429)
Repayment of term loans	(357)	(136)
Payment of lease liabilities	(1,326)	(1,238)
Net cash (used in)/from financing activities	(4,190)	15,743
Net increase in cash and cash equivalents	2,338	4,732
Cash and cash equivalents at the beginning of financial period	9,843	5,674
Cash and cash equivalents at the end of financial period	12,181	10,406

(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	
	2021 RM'000	2020 RM'000
Cash and cash equivalents	13,265	11,473
Pledged deposits	(1,084)	(1,067)
	<u>12,181</u>	<u>10,406</u>

Unaudited condensed consolidated statement of cash flows for the third quarter ended 30 September 2021 (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	
	2021 RM'000	2020 RM'000
Paid in cash	9,500	1,316
Property, plant and equipment purchased using hire purchase arrangement	227	2,125 ⁽¹⁾
Balances remained unpaid at financial period end	228	2,009
	<u>9,955</u>	<u>5,450</u>

⁽¹⁾ The Group entered into hire purchase arrangement to finance an operation equipment amounting to RM1,950,000 in the financial period ended 30 September 2020 in which deposits of RM975,000 was paid in the financial year ended 31 December 2019.

During the financial period, the Group paid the remaining outstanding amounts in relation to property, plant and equipment acquired in the previous financial year of RM132,000 (30.9.2020: RM614,000).

The Group also entered into hire purchase arrangement to finance the plant and equipment acquired in the previous financial year of RM1,760,000 (30.9.2020: RM1,668,000) in which RM705,000 (30.9.2020: RM1,668,000) relates to the balances that remained unpaid at the previous financial year end. The remaining RM1,055,000 (30.9.2020: RM Nil) was initially funded out of the Group's internally generated funds in the previous financial year.

Registration No: 201801028697 (1290723-T)

Unaudited condensed consolidated statement of cash flows for the third quarter ended 30 September 2021 (continued)

(iii) Reconciliation of movements of liabilities to cash flows arising from financing activities

	←	Unaudited			→
	At 1.1.2020 RM'000	Payments RM'000	Acquisition of new lease RM'000	Remeasurement RM'000	At 30.9.2020 RM'000
Term loans	12,423	(136)	-	-	12,287
Hire purchase liabilities	5,976	(1,429)	4,768	-	9,315
Lease liabilities	8,608	(1,238)	-	1,711	9,081
	<u>27,007</u>	<u>(2,803)</u>	<u>4,768</u>	<u>1,711</u>	<u>30,683</u>

	←	Unaudited			→	
	At 1.1.2021 RM'000	Payments RM'000	Acquisition of new lease RM'000	Derecognition RM'000	Remeasurement RM'000	At 30.9.2021 RM'000
Term loans	8,832	(357)	-	-	-	8,475
Hire purchase liabilities ⁽¹⁾	8,823	(2,491)	1,987	-	-	8,319
Lease liabilities	8,758	(1,326)	373	(1,058)	732	7,479
	<u>26,413</u>	<u>(4,174)</u>	<u>2,360</u>	<u>(1,058)</u>	<u>732</u>	<u>24,273</u>

⁽¹⁾ The Group entered into hire purchase arrangement to finance the plant and equipment acquired in the previous financial year of RM1,760,000 in which RM705,000 relates to the balances that remained unpaid at the previous financial year end. The remaining RM1,055,000 was initially funded out of the Group's internally generated funds in the previous financial year. Accordingly, the net repayment of hire purchase liabilities amounted to RM1,436,000 during the financial period.

The Unaudited Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2020 and the accompanying explanatory notes attached to the condensed consolidated interim financial report.