

ADDENTAX GROUP CORP. AND SUBSIDIARIES
CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS
(In U.S. Dollars, except share data or otherwise stated)
FOR THE NINE MONTHS ENDED DECEMBER 31, 2018 AND 2017 (UNAUDITED)

	<u>December 31, 2018</u>	<u>December 31, 2017</u>
CASH FLOWS FROM OPERATING ACTIVITIES:		
Net loss	\$ (569,586)	\$ (41,182)
Adjustments to reconcile net income to net cash used in operating activities:		
Depreciation	88,434	84,535
Changes in operating assets and liabilities:		
(Increase) decrease in:		
Accounts receivable	1,528,916	150,665
Inventories	(152,416)	(20,147)
Advances to suppliers	44,533	(617,048)
Other receivables	1,809,372	(822,090)
Increase (decrease) in:		
Accounts payables	(338,726)	1,857,974
Accrued expenses and other payables	117,169	385,254
Advances from customers	(1,440,672)	(226,836)
Taxes payable	(3,950)	5,385
Net cash provided by operating activities	<u>1,083,074</u>	<u>756,510</u>
CASH FLOWS FROM INVESTING ACTIVITIES:		
Purchase of plant and equipment	(91,246)	(76,788)
Payment for acquisition of subsidiaries	-	(3,025,751)

Net cash used in investing activities	(91,246)	(3,102,539)
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CASH FLOWS FROM FINANCING ACTIVITIES:

Proceeds from related party borrowings	4,251,157	4,778,063
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Repayment of related party borrowings	(5,388,040)	(2,770,201)
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Proceeds from third party borrowings	596,628	829,081
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Repayment of third party borrowings	(3,507,077)	(525,978)
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Proceeds from bank borrowings	159,922	-
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Net cash provided by (used in) financing activities	(887,410)	2,310,965
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NET INCREASE IN CASH AND CASH EQUIVALENTS	104,418	(35,064)
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Effect of exchange rate changes on cash and cash equivalents	(12,255)	4,524
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Cash and cash equivalents, beginning of year	264,806	176,905
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CASH AND CASH EQUIVALENTS, END OF YEAR	<u>\$ 356,969</u>	<u>\$ 146,365</u>
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