

ADDENTAX GROUP CORP. AND SUBSIDIARIES
CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS
(In U.S. Dollars, except share data or otherwise stated)
FOR THE SIX MONTHS ENDED SEPTEMBER 30, 2018 AND 2017 (UNAUDITED)

	<u>September 30, 2018</u>	<u>September 30, 2017</u>
CASH FLOWS FROM OPERATING ACTIVITIES:		
Net (loss) income	\$ (24,609)	\$ 19,957
Adjustments to reconcile net income to net cash used in operating activities:		
Depreciation	60,043	55,889
Changes in operating assets and liabilities:		
(Increase) decrease in:		
Accounts receivable	1,502,898	(923,680)
Inventories	115,704	76,806
Advances to suppliers	(223,479)	(652,564)
Other receivables	1,665,567	87,133
Increase (decrease) in:		
Accounts payables	(828,665)	1,138,937
Accrued expenses and other payables	170,112	637,310
Advances from customers	(1,501,846)	(552,884)
Taxes payable	(2,221)	3,250
Net cash used in operating activities	<u>933,504</u>	<u>(109,846)</u>
CASH FLOWS FROM INVESTING ACTIVITIES:		
Purchase of plant and equipment	(57,668)	(25,435)
Payment for acquisition of subsidiaries	-	(3,025,751)

Net cash used in investing activities	(57,668)	(3,051,186)
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CASH FLOWS FROM FINANCING ACTIVITIES:

Proceeds from related party borrowings	4,922,447	5,198,140
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Repayment of related party borrowings	(5,782,249)	(2,052,289)
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Proceeds from third party borrowings	75,948	961,422
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Repayment of third party borrowings	(127,395)	(810,526)
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Proceeds from bank borrowings	160,168	-
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Net cash provided by (used in) financing activities	(751,801)	3,296,747
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NET INCREASE IN CASH AND CASH EQUIVALENTS	124,755	135,715
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Effect of exchange rate changes on cash and cash equivalents	(12,598)	2,701
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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>\$ 376,963</u>	<u>\$ 315,321</u>
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