

# HARDWARE AND LUMBER LIMITED

## CONSOLIDATED STATEMENT OF CASH FLOWS

Year ended 31 December 1995

	1995	1994
	\$'000	\$'000
<b>CASH RESOURCES WERE PROVIDED BY/ (USED IN) :</b>		
OPERATING ACTIVITIES		
Net profit	15,112	11,883
Items not affecting cash resources		
Depreciation	7,210	6,248
Deferred expenditure written off	1,289	990
Profit on sale of fixed assets	( 2,547)	( 2,190)
	<b>21,064</b>	<b>16,931</b>
Changes in non-cash working capital components		
Inventories	( 73,352)	20,140
Trade receivables	( 20,949)	( 12,085)
Other receivables and prepayments	( 1,341)	( 3,228)
Payables and accruals	50,289	( 12,597)
Taxation payable	2,709	( 8,675)
Work in progress	469	1,550

Employee loans for share purchases	33	104
Developments for resale	-	171
	( 42,142)	( 14,620)
Funds (used in)/provided by operating activities	( 21,078)	2,311
FINANCING ACTIVITIES		
Holding company and fellow subsidiaries	( 1,372)	( 8,024)
Long term loans, (net)	( 11,471)	9,814
Dividends paid to shareholders	( 1,334)	( 1,334)
Funds (used in)/provided by financing activities	(14,177)	456
INVESTMENT ACTIVITIES		
Proceeds from sale of fixed assets	3,486	3,200
Additions to fixed assets	( 5,592)	( 8,746)
Deferred expenditure	-	( 324)
Excess of cost of investment in subsidiary over net assets acquired	-	( 5,000)
Funds used in investment activities	( 2,106)	( 10,870)
Decrease in net cash balances	( 37,361)	( 8,103)
Net cash balances at beginning of year	( 44,353)	( 36,250)
NET CASH BALANCES AT END OF YEAR	(81,714)	( 44,353)
REPRESENTED BY:		
Cash balances and deposits	2,392	20,486
Bank loans and overdrafts	( 84,106)	( 64,839)
	<b>( 81,714)</b>	<b>( 44,353)</b>