

Telecommunications of Jamaica Limited 1996

Group Statement of Cash Flows

| | 1996 \$'000 | 1995 \$'000 |
|--|------------------|------------------|
| CASH FLOWS FROM OPERATING ACTIVITIES | | |
| Net profit attributable to stockholders | 1,889,990 | 1,692,025 |
| Adjustments to reconcile profit to cash provided by operating activities: | | |
| Depreciation | 1,971,090 | 1,495,138 |
| Amortisation of deferred expenditure | 453,959 | 36,795 |
| Deferred taxation | 348,646 | 303,181 |
| Gain on disposal of investments | (7,300) | (12,859) |
| Deferred income | (9,910) | (9,912) |
| | <u>4,646,475</u> | <u>3,504,368</u> |
| Increase in current assets: | | |
| Inventories | (6,974) | (229,602) |
| Accounts receivable | (320,353) | (190,084) |
| Due from related companies | (95,606) | (22,569) * |
| Increase/(decrease) in current liabilities: | | |
| Accounts payable | 224,229 | 114,775 |
| Taxation | 29,903 | 231,368 |
| Due to ultimate parent company | 90,574 | 94,136 |
| Due to related companies | (83,617) | 75,188 * |
| Cash provided by operating activities | <u>4,484,631</u> | <u>3,577,580</u> |

| | | |
|---|-----------------------|-----------------------|
| CASH FLOWS FROM INVESTING ACTIVITIES | | |
| Acquisition of fixed assets, net | (5,185,403) | (4,245,493) |
| Acquisition of investments | (43,801) | (32,370) |
| Deferred expenditure | (609,243) | (217,252) * |
| Proceeds from disposal of investments | 21,429 | 40,489 |
| Cash used by investing activities | <u>(5,817,018)</u> | <u>(4,454,626)</u> |
| CASH FLOWS FROM FINANCING ACTIVITIES | | |
| Loans received | 3,650,679 | 1,652,329 |
| Loans repaid | (1,997,545) | (719,094) |
| Obligations under finance leases, net | (31,333) | 178,424 |
| Dividends paid | (347,646) | (347,646) |
| Cash provided by financing activities | <u>1,274,155</u> | <u>764,013</u> |
| Net decrease in cash and short-term deposits | (58,232) | (113,033) |
| Cash and short-term deposits at beginning of year | 523,834 | 637,650 |
| Translation adjustments on foreign cash and short-term deposits | <u>5,723</u> | <u>(783)</u> |
| CASH AND SHORT-TERM DEPOSITS AT END OF YEAR | <u>471,325</u> | <u>523,834</u> |

*Reclassified to conform with 1996 presentation.

The accompanying notes form an integral part of the financial statements.
