

Dyoll Group Limited 1997

GROUP STATEMENT OF CASH FLOWS FROM OPERATING ACTIVITIES

	1997	1996
Loss attributable to the group	(256,762,320)	(211,339,183)
Adjustments to reconcile loss attributable to the group to net cash used by operating activities:		
Depreciation	14,619,574	17,233,766
Amortization of deferred expenses/policy acquisition costs	11,768,376	9,349,428
Increase in insurance funds	11,899,464	87,591,487
Gain on disposal of fixed assets	(1,027,167)	(5,682,216)
Gain on sale of associated companies	(9,877,261)	-
Provision for diminution in value of investments in associated companies	38,108,147	17,937,779
Share of losses, less (profit)/(profit), less losses, of associated companies, net of dividends	12,399,485	(12,067,056)
Minority interests	(123,010)	2,387,595
Loss on sale of investment	-	1,392,495
Exchange gain on foreign currency receivable	(1,000,000)	-
Provision for diminution in investments	6,461,789	-
	(173,532,923)	(93,195,905)
(Increase)/ decrease in current assets		
Accounts receivable and prepaid expenses	9,480,789	(27,582,980)
Due from associated companies	321,213	(717,953)
Taxation recoverable	14,803,844	(20,617,960)

Increase/(decrease) in current liabilities		
Due to other companies on reinsurance, net	(5,463,694)	(6,199,006)
Accounts payable and accruals	11,862,316	94,931
Taxation payable	(1,236,632)	962,065
Due to associated companies	(664,374)	664,374
Net cash used by operating activities	<u>(144,429,461)</u>	<u>(146,592,434)</u>

CASH FLOWS FROM INVESTING ACTIVITIES

Policy loans, net	2,766,623	(676,250)
Long-term receivable	-	5,000,000
Proceeds from sale of associated company	41,362,466	-
Investments, net	(21,282,037)	148,351,240
Proceeds from sale of investment	-	7,607,505
Investments in associated companies	-	(34,357,339)
Additions to fixed assets	(10,363,014)	(23,404,185)
Proceeds from sale of fixed assets	3,905,557	21,392,339
Deferred expenses/policy acquisition costs	(17,913,105)	(24,345,406)
Net cash (used)/provided by investing activities	<u>(1,523,510)</u>	<u>99,567,904</u>

CASH FLOWS FROM FINANCING ACTIVITIES

Issue of share capital	37,131,785	-
Loans paid, net	(43,023,587)	(55,226,204)
Minority interests	166,516,284	-
Bank overdrafts	(3,192,143)	10,978,120
Distributions paid	-	(5,821,070)
Net cash provided/(used) by financing activities	<u>157,432,339</u>	<u>(50,069,154)</u>

Increase/(decrease) in cash and short-term deposits	11,479,368	(97,093,684)
Cash and short-term deposits at beginning of year	<u>161,438,595</u>	<u>258,532,279</u>
Cash and short-term deposits at end of year	<u>\$172,917,963</u>	<u>161,438,595</u>

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