

# Hardware and Lumber Ltd. 1997

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## Consolidated Statement of Cash Flows

YEAR ENDED 31 DECEMBER 1997

	1997 \$'000	1996 \$'000
Cash Resources Were Provided By/(Used In):		
<b>Operating Activities</b>		
Net profit	6,221	15,629
Items not affecting cash resources:		
Depreciation	8,746	6,806
Deferred expenditure written off	2,209	544
Profit on sale of fixed assets	( 3,243)	( 3,043)
	<u>13,933</u>	<u>19,936</u>
Changes in non-cash working capital components		
Inventories	33,019	55,492
Trade receivables	3,940	9,536
Other receivables and prepayments	(493)	3
Employee loans for share purchases	96	-
Payables and accruals	47,735	(49,445)
Taxation payable	1,339	335
Work in progress	1,584	267
Taxation recoverable	( 661)	193
	<u>12,641</u>	<u>16,381</u>
Funds provided by operating activities	<u>26,574</u>	<u>36,317</u>

**Financing Activities**

Holding company and fellow subsidiaries	(1,053)	193
Net obligations under finance leases	(673)	3,123
Long term loans	24,603	(1,470)
Dividends paid to shareholders	( 2,000)	( 2,000)
Funds provided by/(used in) financing activities	<u>20,877</u>	<u>( 154)</u>

**Investing Activities**

Proceeds from sale of fixed assets	3,733	3,637
Additions to fixed assets	(5,343)	(5,454)
Deferred expenditure	(3,044)	(2,557)
Funds used in investing activities	<u>(4,654)</u>	<u>(4,374)</u>
Increase in net cash balances	42,797	31,789
Net cash balances at beginning of year	(49,925)	(81,714)
Net Cash Balances At End Of Year	<u>( 7,128)</u>	<u>(49,925)</u>

## Represented by:

Deposits	1,244	10,000
Cash at bank and in hand	8,009	7,313
Bank loans and overdrafts	<u>(16,381)</u>	<u>(67,238)</u>
	<u>( 7,128)</u>	<u>(49,925)</u>

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