

TELECOMMUNICATIONS OF JAMAICA LIMITED 1997

Group Statement of Cash Flows

Year ended March 31. 1997

	1997 \$'000	1996 \$'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Net profit attributable to stockholders	2,665,775	1,889,990
Adjustments to reconcile profit to cash provided by operating activities:		
Depreciation	2,321,104	1,971,090
Amortisation of deferred expenditure	1,545,255	453,959
Deferred taxation	488,468	348,646
Gain on disposal of investment	<u>(14,187)</u>	<u>(7,300)</u>
Deferred income	<u>(29,734)</u>	<u>(9,910)</u>
	6,976,681	4,646,475
 (Increase)/decrease in current assets:		
Accounts receivable	(128,521)	(320,353)
Due from related companies	115,404	(95,606)
Inventories	58,818	(6,974)
Increase/(decrease) in current liabilities:		
Accounts payable	440,781	224,229
Taxation	(160,192)	29,903
Due to ultimate parent company	(158,036)	90,574
Due to related companies	<u>1,977</u>	<u>(83,617)</u>

Cash provided by operating activities	<u>7,146,912</u>	<u>4,484,631</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Acquisition of fixed assets, net	(5,312,865)	5,185,403
Acquisition of investments	(48,342)	(43,801)
Proceeds from disposal of investments	51,432	21,429
Deferred expenditure	<u>(1,519,508)</u>	<u>(609,243)</u>
Cash used by investing activities	<u>(6,829,283)</u>	<u>(5,817,018)</u>
Net cash generated/(deficit) before financing activities	317,629	1,332,387
CASH FLOWS FROM FINANCING ACTIVITIES		
Loans received	3,099,294	3,650,679
Loans repaid	(2,213,474)	1,997,545
Obligations under finance leases, net	(124,970)	31,333
Dividends paid	<u>(347,646)</u>	<u>(347,646)</u>
Cash provided by financing activities	<u>413,204</u>	<u>1,274,155</u>
Net increase/(decrease) in cash and short-term deposits	730,833	(58,232)
Cash and short-term deposits at beginning of year	471,325	523,834
Translation adjustments on foreign cash and short-term deposits	<u>(144,997)</u>	<u>5,723</u>
CASH AND SHORT-TERM DEPOSITS AT END OF YEAR	<u>1,057,161</u>	<u>471,325</u>

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