

DESNOES & GEDDES LIMITED 1998

Statement of Cash Flows

Period ended 30 June 1998

	Eighteen months ended 30.6.98 \$'000	Restated Twelve months ended 30.12.96 \$'000
Sources/(uses) of Cash		
Net profit attributable to the stockholders	161,596	2,126
Items not affecting cash:		
Depreciation	230,806	140,812
Profit on disposal of fixed assets	(26,315)	(21,148)
Share of results in associated companies	(2,928)	36,239
Minority interest in results for the period	2,009	-
Write-off of investment	63,167	-
Profit on disposal of investment	(12,002)	-
Deferred taxation charge	143,259	44,712
Unrealised exchange gain on long term liabilities	-	(59,120)
Exchange gains on foreign cash balances	(1,278)	(134)
	<u>558,314</u>	<u>143,487</u>
Changes in non-cash working capital components		
Inventories	(3,533)	15,642
Receivables	42,074	39,769*

Payables	47,154	(86,227)
Guinness group companies	(221,699)	(129,376)
Taxation	(12,196)	69,452
Translation losses	-	1,919
	<u>(148,200)</u>	<u>(88,821)</u>
Cash provided by operations	410,114	54,666
Financing Activities		
Long term receivables	-	18
Increase in long term liabilities	-	383,150
Long term liabilities repaid	(408,281)	(263,665)
Proceeds from rights issue	<u>861,650</u>	<u>-</u>
Cash provided by financing activities	<u>453,369</u>	<u>119,503</u>
Investing Activities		
Acquisition of fixed assets	(435,816)	(422,360)
Proceeds from disposal of fixed assets	42,958	29,565
Proceeds from disposal of investments	12,074	-
Acquisition of investments	<u>-</u>	<u>(500)</u>
Cash used in investing activities	<u>(380,784)</u>	<u>(393,295)</u>
Increase/(decrease) in cash balances	482,699	(219,126)
Net cash balances at beginning of year	(657,403)	(438,422)
Exchange and translation gains on net foreign cash balances	-	145
NET CASH BALANCES AT END OF YEAR	<u>174,704</u>	<u>(657,403)</u>

*Reclassified for comparative purposes
