

# Lascelles, deMercado & Co. Limited

## Statement of Group Cash Flows

September 30, 2001

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|                                                                                  | <u>2001</u>    | <u>2000</u>   |
|----------------------------------------------------------------------------------|----------------|---------------|
|                                                                                  | <u>\$000s</u>  | <u>\$000s</u> |
| <b>Cash flows from operating activities</b>                                      |                |               |
| Net profit attributable to members                                               | 965,305        | 772,265       |
| Adjustments to reconcile profit to net cash provided<br>by operating activities: |                |               |
| Loss/(profit) on disposal of investments                                         | 839            | (11,675)      |
| Net provision for diminution in interest in associated<br>company                | -              | 65,698        |
| Loss on sale of investment in associated company                                 | -              | 12,429        |
| Results retained in associated companies                                         | (1,352)        | (4,301)       |
| Movement on long term loan                                                       | (25,738)       | (38,820)      |
| Unrealised translation adjustment on consolidation                               | 54,406         | 193,505       |
| Minority interests of subsidiaries                                               | 7,271          | (806)         |
| Trademarks amortised                                                             | 1,302          | 891           |
| Depreciation                                                                     | 175,901        | 136,787       |
| Construction in progress written off                                             | -              | 4,465         |
| Profit on disposal of fixed assets                                               | (26,881)       | (25,558)      |
| Increase in insurance funds                                                      | <u>101,042</u> | <u>3,931</u>  |
|                                                                                  | 1,252,095      | 1,108,811     |
| (Increase)/decrease in current assets:                                           |                |               |
| Accounts receivable                                                              | (163,602)      | (321,817)     |
| Taxation recoverable                                                             | 28,192         | (3,148)       |

|                                                                           |                  |                  |
|---------------------------------------------------------------------------|------------------|------------------|
| Inventories                                                               | (441,207)        | (62,872)         |
| Increase/(decrease) in current liabilities:                               |                  |                  |
| Accounts payable                                                          | 333,107          | 121,884          |
| Due to associated companies                                               | (5,361)          | (366)            |
| Taxation                                                                  | 15,357           | (2,893)          |
| Net cash provided by operating activities                                 | <u>1,018,581</u> | <u>839,599</u>   |
| <b>Cash flows from investing activities</b>                               |                  |                  |
| Additions to investments                                                  | (86,633)         | (190,096)        |
| Proceeds of sale of investments                                           | 6,990            | 25,158           |
| Proceeds of sale of investment in associated company                      | 6,715            | 55,520           |
| Loan repaid by associated company                                         | -                | 968              |
| Other long term receivables                                               | (1,829)          | (1,506)          |
| Additions to trademarks                                                   | -                | (8,958)          |
| Additions to fixed assets                                                 | (572,483)        | (475,151)        |
| Proceeds of sale of fixed assets                                          | 102,570          | 37,494           |
| Net cash used by investing activities                                     | <u>(544,670)</u> | <u>(556,571)</u> |
| <b>Net cash provided before financing activities</b>                      | 473,911          | 283,028          |
| <b>Cash flows from financing activities</b>                               |                  |                  |
| (Decrease)/increase in bank loans and overdrafts                          | (201,400)        | 57,887           |
| (Decrease)/increase in other unsecured loans                              | (144,931)        | 28,566           |
| Long term liabilities, net of repayments                                  | 464,798          | (383,332)        |
| Dividends paid to minority shareholders of subsidiaries                   | -                | (52)             |
| Net cash provided/(used) by financing activities                          | <u>118,467</u>   | <u>(296,931)</u> |
| <b>Net cash provided/(used) before dividend and distribution payments</b> | 592,378          | (13,903)         |
| Dividends and distributions paid                                          | <u>(2,082)</u>   | <u>(2,082)</u>   |
| <b>Net increase/(decrease) in cash resources</b>                          | 590,296          | (15,985)         |
| Cash resources at beginning of year                                       | <u>1,249,103</u> | <u>1,265,088</u> |
| <b>Cash resources at end of year</b>                                      | <u>1,839,399</u> | <u>1,249,103</u> |
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