

# HARDWARE & LUMBER LTD

## Group Statement of Cash Flows

Year ended 31 December 2001

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	2001 \$'000	Restated 2000 \$'000
<b>CASH RESOURCES WERE PROVIDED BY/(USED IN):</b>		
Operating Activities		
Net profit	16,352	19,361
Items not affecting cash resources:		
Depreciation	18,909	17,943
Deferred expenditure written off	360	527
Goodwill on acquisition of subsidiary	-	(11,290)
Profit on sale of fixed assets	(1,013)	(1,067)
	<u>34,608</u>	<u>25,474</u>
Changes in non-cash working capital components:		
Inventories	29,189	(3,328)
Trade receivables	30,981	(13,324)
Other receivables and prepayments	(5,897)	(3,905)
Payables and accruals	(9,744)	(32,289)
Dividend proposed	(1,200)	7,200
Taxation payable	-	(7,888)
Work in progress	-	85
Taxation recoverable	(13,309)	(3,196)
	<u>30,020</u>	<u>(56,645)</u>
Funds provided by/(used in) operating activities	<u>64,628</u>	<u>(31,171)</u>
Financing Activities		
Holding company and fellow subsidiaries	(554)	(2,740)

Net obligations under finance leases	(363)	1,663
Long term loans	34,620	(28,564)
Dividend	(6,000)	(8,650)
Funds provided by/(used in) financing activities	<u>27,703</u>	<u>(38,291)</u>
Investing Activities		
Long term receivables	-	(7)
Proceeds from sale of fixed assets	1,249	2,235
Additions to fixed assets	(10,959)	(17,891)
Funds used in investing activities	<u>(9,710)</u>	<u>(15,663)</u>
Increase/(decrease) in net cash balances	82,621	(85,125)
Net cash balances at beginning of year	<u>(100,263)</u>	<u>(15,138)</u>
<b>NET CASH BALANCES AT END OF YEAR</b>	<u>(17,642)</u>	<u>(100,263)</u>
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**Represented by:**

Bank deposits	8,190	3,510
Cash at bank and in hand	6,088	9,655
Short term loans	-	(27,322)
Bank loans and overdrafts	(31,920)	(86,106)
	<u>(17,642)</u>	<u>(100,263)</u>
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