

# Life of Jamaica Ltd.

## Consolidated Statement of Cash Flows

Year ended December 31, 2001

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	Thousands of Dollars	
	<u>2001</u>	<u>2000</u>
		Restated
Cash flows from operating activities:		
Net profit for the year	231,859	195,925
Net movement in policyholders' funds	<u>1,374,370</u>	<u>1,091,644</u>
	1,606,229	1,287,569
Adjustments to convert income and expense to the cash basis:		
Transfer from investment reserves	25,878	(9,392)
Depreciation	112,841	87,429
Goodwill amortised	43,872	21,607
Amortisation of deferred expenses	1,656	961
Minority interest in subsidiaries	41,935	51,993
Loss on sale of fixed assets	91	281
Unrealised translation adjustments on consolidation	(184,521)	(403,338)
(Profit)/loss retained in associated companies	(78)	170
Profit on disposal of subsidiaries	<u>(120,601)</u>	<u>-</u>
	1,527,302	1,037,280
(Increase)/decrease in other assets	(594,908)	9,357
(Decrease)/increase in other liabilities	<u>(416,061)</u>	<u>211,938</u>
	516,333	1,258,575

Cash flows from investing activities:

Investments	(1,098,513)	(3,156,434)
Additions to fixed assets	(144,096)	(37,506)
Proceeds of sale of fixed assets	3,597	3,245
Proceeds of disposal of subsidiary	<u>1,107,473</u>	<u>-</u>
Net cash used by investing activities	<u>(131,539)</u>	<u>(3,190,695)</u>
Cash flows from financing activities:		
Associated companies	(1,859)	2,375
Bank loans and overdraft	(60,294)	(33,688)
Contribution to surplus	-	1,939,817
Issue of shares	111,543	-
Minority interest	<u>(446,976)</u>	<u>(11,059)</u>
Net cash (used)/provided by financing activities	<u>(397,586)</u>	<u>1,897,445</u>
Net decrease in cash	(12,792)	(34,675)
Cash at beginning of year	189,486	224,161
Cash transferred on disposal of subsidiary	<u>(122,693)</u>	<u>-</u>
Cash at end of year	<u>54,001</u>	<u>189,486</u>

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