

Statement of Cash Flows

For the year ended 31 July 2003

		Group 03	Group 02	Parent 03	Parent 02
	Note	\$ 000	\$ 000	\$ 000	\$ 000
Cash flows from operating activities					
Cash received from customers		2,043,541	1,874,038	–	–
Interest income		1,494	1,124	–	–
Taxation receipts		–	1,755	–	38
Dividends received from subsidiary companies		–	–	44,276	41,128
Payments to suppliers and employees		(1,894,719)	(1,709,756)	(8)	(6)
Income tax paid		(54,431)	(41,543)	–	–
Interest paid		(12,740)	(13,131)	–	–
Net cash flows from operating activities		83,145	112,487	44,268	41,160
Cash flows from investing activities					
Proceeds from sale of property, plant and equipment		13,570	29,492	–	–
Staff share purchase advances repaid		1,728	1,384	–	–
Third parties advances repaid		6,541	322	–	–
Distributions received from associate	11	2,450	–	–	–
Cash proceeds received from the liquidation of eVentures Limited	11	1,726	–	–	–
Cash consideration received from the sale of the Gold Mobile business	21	540	–	–	–
Advances from subsidiary companies		–	–	1,371	1,366
Purchase of property, plant and equipment		(115,416)	(79,911)	–	–
Purchase of convertible debentures in associate	11	–	(6,858)	–	–
Refund of staff share purchase advances terminated		(229)	(139)	–	–
Cash consideration paid to acquire Gallery Prints Limited minority	19	(340)	–	–	–
Cash flows from investing activities		(89,430)	(55,710)	1,371	1,366
Cash flows from financing activities					
Proceeds/(repayment) of short term borrowings		12,920	(46,215)	–	–
Proceeds from term borrowings		52,163	32,365	–	–
Dividends paid to parent shareholders		(45,412)	(42,391)	(45,412)	(42,391)
Dividends paid to minority shareholders	29	(341)	(441)	–	–
Cash flows from financing activities		19,330	(56,682)	(45,412)	(42,391)
Net increase in cash held		13,045	95	227	135
Effect of exchange rate movements		(18)	25	–	–
Total movement in cash position		13,027	120	227	135
Cash position at beginning of year, comprising					
Cash, bank in funds and deposits		4,654	4,417	258	123
Bank overdrafts		(512)	(395)	–	–
		4,142	4,022	258	123
Cash position at end of year, comprising					
Cash, bank in funds and deposits	22	20,473	4,654	485	258
Bank overdrafts	23	(3,304)	(512)	–	–
		17,169	4,142	485	258

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

For the year ended 31 July 2003

		Group	Group	Parent	Parent
		03	02	03	02
	Note	\$ 000	\$ 000	\$ 000	\$ 000
Reconciliation of net surplus with net cash flows from operating activities					
Reported net surplus after taxation		75,590	82,604	44,271	28,951
Non-cash items					
Depreciation	4	50,881	44,994	–	–
Intangible amortisation	4	9,388	13,530	–	–
Movement in deferred tax	13	(5,608)	(2,644)	–	–
Share of surplus retained by associate	11	(1,717)	(432)	–	–
Other non-cash adjustments		18	56	–	–
Total non-cash items		52,962	55,504	–	–
Items classified as investing or financing activities					
Net gain on sale of property, plant and equipment		(6)	(1,399)	–	–
Mobile telephone handset capitalisation	20	(602)	(3,280)	–	–
Gain on sale of the Gold Mobile business	21	(635)	–	–	–
Investment impairment loss	4	44	–	–	–
Other investing and financing activities		1,127	269	1,136	1,263
Total investing and financing adjustments		(72)	(4,410)	1,136	1,263
Changes in assets and liabilities					
Payables and accruals		26,303	9,029	–	–
Income tax		(5,783)	7,227	(1,139)	(1,227)
Receivables		(1,675)	(4,473)	–	12,173
Inventories		(61,409)	(29,375)	–	–
Effect of exchange rate movements		(2,771)	(3,619)	–	–
Total changes in assets and liabilities		(45,335)	(21,211)	(1,139)	10,946
Net cash flows from operating activities		83,145	112,487	44,268	41,160

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