

(Amounts expressed in Sri Lankan Rupees)

For the year ended 31st March

	Company		Group	
	2002	2001	2002	2001
Cash flows from operating activities				
Profit before taxation	405,995,524	59,904,429	321,210,501	165,224,149
Adjustments for:				
Foreign exchange losses	-	-	82,420,108	19,633,048
Share of Associate Companies' profits before tax	-	-	(30,016,406)	(24,548,800)
Depreciation on property, plant & equipment	264,410	259,649	189,633,113	175,338,751
Provision for gratuity	-	-	12,167,810	5,857,949
Finance costs	86,133,882	54,033,717	261,562,776	125,398,781
(Reversal for appreciation)/provision for diminution in carrying value of investments	(3,099,426)	1,112,077	(9,694,029)	3,515,444
Profit on disposal of property, plant & equipment	-	-	(1,769,237)	(2,109,355)
Write off of property, plant & equipment	-	-	33,656,961	-
(Profit)/loss on disposal of investments	(379,488,329)	(408,797)	(199,436,454)	444,362
Write off of investments in Subsidiaries	-	212,080	-	212,080
Amortisation of goodwill	-	-	2,366,409	10,588,606
Operating profit before working capital changes	109,806,061	115,113,155	662,101,552	479,555,015
Increase in inventories	-	-	(80,645,819)	(28,873,792)
(Increase)/decrease in trade and other receivables	(1,179,769)	(1,758,134)	17,118,675	(56,327,374)
Increase in amounts due from related companies	(140,046,873)	(136,195,020)	(140,977,971)	(3,251,972)
Increase/(decrease) in amounts due to related companies	-	-	(20,631,060)	20,631,060
(Decrease)/increase in creditors	(1,630,424)	(5,280,069)	69,158,115	216,098,065
Cash(used in)/generated from operations	(33,051,005)	(28,120,068)	506,123,492	627,831,002
Interest paid	(86,133,882)	(35,543,682)	(261,562,776)	(106,908,746)
Income tax paid	-	-	(24,155,179)	(40,712,647)
Gratuity paid	-	-	(17,676,874)	(7,579,759)
Net cash (used in)/generated from operating activities	(119,184,887)	(63,663,750)	202,728,663	472,629,850
Cash flows from investing activities				
Cash and cash equivalents from consolidation	-	-	-	224,959,391
Purchase and construction of property, plant & equipment	-	-	(634,097,595)	(1,237,974,582)
Purchase of other assets	-	-	-	(1,288,286)
Purchase of investments	(437,507,173)	(383,165)	(174,823,439)	(83,402,017)
Proceeds from disposal of property, plant & equipment	1,672,920	-	9,087,271	5,165,350
Proceeds from disposal/redemption of investments	392,468,728	5,160,000	367,461,041	20,313,735
Deposits received	702,612	488,400	40,637,549	54,955,832
Deposits refunded	(972,788)	-	(20,280,473)	(28,649,386)
Net cash generated from/(used in) investing activities	(43,635,701)	5,265,235	(412,015,646)	(1,045,919,963)
Cash flows from financing activities				
Proceeds from long term loans	-	-	260,996,462	761,635,634
Repayments of loans	(140,000,000)	-	(244,177,480)	(113,407,787)
Repayments of long term creditors	-	-	(4,856,887)	-
Net decrease in minority	-	-	(90,238,887)	(90,575,595)
Effect of changes in exchange rates on cash & cash equivalents	-	-	(121,558,855)	-
Dividend paid (including preference dividend)	(50,271,829)	(54,150,522)	(50,271,829)	(54,150,522)
Net cash (used in)/generated from financing activities	(190,271,829)	(54,150,522)	(250,107,476)	503,501,730
Net (decrease)/increase in cash & cash equivalents	(353,092,417)	(112,549,037)	(459,394,459)	(69,788,383)
Cash & cash equivalents at the beginning of the year	(295,486,154)	(182,937,117)	(95,907,407)	(26,119,024)
Cash & cash equivalents at the end of the year (Note A)	(648,578,571)	(295,486,154)	(555,301,866)	(95,907,407)
(Note A)				
Analysis of cash & cash equivalents				
Cash at bank and in hand	497,888	341,671	231,838,978	198,161,112
Short term deposits	-	-	61,939,333	153,971,853
	497,888	341,671	293,778,311	352,132,965
Short term loans	(466,846,304)	(30,450,245)	(549,046,305)	(32,450,245)
Bank overdrafts	(182,230,155)	(265,377,580)	(300,033,872)	(415,590,127)
	(648,578,571)	(295,486,154)	(555,301,866)	(95,907,407)

The Significant Accounting Policies and Notes from pages 52 to 84 form an integral part of these financial statements.

Figures in brackets indicate deductions.