

Consolidated Statement of Cash Flows

For the year ended 30 June 2002 (In \$ thousands)

	2002	2001
Cash Flows From Operating Activities		
Net income for the year	82,289	60,742
Adjustments for:		
Depreciation and amortisation	12,667	10,886
Provision for credit losses	2,159	11,366
Writedown of investments	2,616	3,522
Gain on disposal of subsidiaries	(17,013)	-
Decrease in accrued interest receivable	10,533	6,920
Increase in other assets	(957)	(14,774)
(Decrease) increase in accrued interest payable	(2,863)	3,165
Increase (decrease) in other liabilities	179	(785)
Cash flows from operations	89,610	81,042
Cash Flows From Investing Activities		
Term deposits with banks	(9,021)	(152,615)
Net sale (purchase) of investments	51,860	(54,698)
Net increase in loans	(208,260)	(178,916)
Purchase of subsidiaries	(36,069)	-
Net proceeds on disposal of subsidiaries	17,116	-
Purchase of land, buildings and equipment	(11,100)	(11,488)
Cash flows used in investing activities	(195,474)	(397,717)
Cash Flows From Financing Activities		
Net increase in demand and term deposits	119,403	362,941
Securities sold under agreements to repurchase	(25,181)	538
Dividends paid	(24,081)	(18,822)
Proceeds from dividend re-investment plan	7,043	5,033
Stock option trust loan	(8,646)	327
Redemption of shares	(9,130)	(8,587)
Cash flows from financing activities	59,408	341,430
Effect of exchange rates on cash and demand deposits with banks	1,020	(760)
(Decrease) increase in cash and demand deposits with banks	(45,436)	23,995
Cash and demand deposits with banks:		
- Beginning of Year	87,692	63,697
- End of Year	42,256	87,692
Interest Paid	120,069	207,101
Corporation Tax (Received) Paid	(372)	502

The accompanying notes are an integral part of these consolidated financial statements.

