

St. Lucia Electricity Services Limited
Statement of Cash Flows
For the six-months ended June 30, 2004
(Expressed in Eastern Caribbean Dollars)

	Unaudited 30th June 2004 \$	Audited For the year ended Dec 31, 2003 \$
Cash flows from Operating Activities		
Net Income Before Tax	19,899	30,147
Adjustments for		
Depreciation	10,798	20,493
Finance Charges	3,020	7,344
Loss/(Gain) on Disposal of Property, Plant and Equipment	0	(18)
Amortization of Consumer Contributions	(1,008)	(1,777)
Pension benefits	0	(463)
Operating Income before Working Capital Changes	<u>32,709</u>	<u>55,726</u>
Decrease/(Increase) in Accounts Receivable and Prepayments	(5,810)	53
Decrease/(Increase) in Inventories	(281)	687
(Decrease)/Increase in Trade and Other Payables	<u>1,665</u>	<u>(518)</u>
Cash Generated from Operations	28,284	55,948
Interest Paid	(2,915)	(7,436)
Income Tax Paid	(4,866)	(6,355)
Net Cash from Operating Activities	<u>20,503</u>	<u>42,156</u>
Cash Flows from Investing Activities		
Purchase of available -for-sale investment	(8)	(610)
Purchase of Property, Plant and Equipment	(12,081)	(17,404)
Proceeds on Disposal of Property, Plant and Equipment	0	56
Net Cash from Investing Activities	<u>(12,088)</u>	<u>(17,958)</u>
Cash Flows from Financing Activities		
Proceeds from Borrowings	6,591	6,234
Repayment of Borrowings	(6,779)	(14,114)
Dividends Paid	(2,949)	(11,622)
Insurance Reserve	0	
Consumer Contributions Received	533	1,935
Consumer Deposits Received	(2,739)	(61)
Net Cash used in Financing Activities	<u>(5,343)</u>	<u>(17,628)</u>
(Decrease)/Increase in Cash and Cash Equivalents	<u>3,071</u>	<u>6,571</u>
Cash and Cash Equivalents, Beginning of Period	<u>(899)</u>	<u>(7,471)</u>