

Consolidated Cash Flow Statements

For the year ended 31st December, 2003	BANK		GROUP	
	2003 (Rs. '000)	2002 (Rs. '000)	2003 (Rs. '000)	2002 (Rs. '000)
Cash Flows From Operating Activities				
Net Profit before Taxation	1,555,344	926,953	1,739,406	1,021,249
Adjustment for non cash transactions -				
Prior Year Adjustment	327,048		326,266	
Associate Profit Adjustment	-	-	(7,962)	4,851
Pension Related Provision	860,290	424,846	860,290	425,004
Depreciation	522,500	551,498	577,713	563,055
Profit on Disposal of Fixed Assets	(7,750)	(18,258)	(7,338)	(18,258)
Provision for Bad Debts	2,288,007	1,399,572	2,486,610	1,504,604
Foreign Exchange Profit	-	(343,114)	-	(332,953)
Investment Income	(39,491)	(13,375)	(16,463)	(15,751)
Profit/Loss on Share Trading	(29,642)	(16,372)	(33,544)	(17,168)
Profit/Loss on Investment	(51,250)		(51,250)	
Provision for Diminution in Value of Shares	36,116	(91,538)	59,017	(91,538)
Operating Profit before changes in Operating Assets/Liabilities	5,461,172	2,820,212	5,932,745	3,043,095
Changes in Operating Assets and Liabilities:				
(Increase)/Decrease in Operating Assets	(11,107,143)	2,752,513	(14,287,638)	1,275,460
Increase/(Decrease) in Operating Liabilities	11,908,542	15,126,561	11,954,583	15,554,278
Cash Generated from Operations	6,262,571	20,699,286	3,599,690	19,872,833
Pension Fund paid during the Year	(659,115)	(111,517)	(658,172)	(111,517)
Net Cash Flow from Operating Activities	5,603,456	20,587,769	2,941,518	19,761,316
Cash Flows from Investing Activities				
Proceeds on Sale of Investments	247,965	-	253,129	10,805
Investment in Subsidiary	(600,000)	-	-	-
Dividend Received	39,491	13,375	16,463	15,751
Proceed from Sales of Property, Plant & Equipment	7,750	18,258	7,750	18,258
Purchase of Property, Plant & Equipment	(555,249)	(415,128)	(648,285)	(236,567)
Investment in Investment Securities	(8,997,616)	(8,210,678)	(8,852,459)	(8,236,892)
Net Cash used in Investing Activities	(9,857,659)	(8,594,173)	(9,223,402)	(8,428,645)
Cash Flows from Financing Activities				
Net increase in Borrowings	5,024,014	(4,365,598)	7,033,946	(3,775,997)
Net Cash from / (used in) Financing Activities	5,024,014	(4,365,598)	7,033,946	(3,775,997)
Net increase / (decrease) in cash and cash equivalents	769,810	7,627,998	752,062	7,556,674
Cash and cash equivalents at the beginning of the year	14,338,816	6,710,818	14,352,040	6,795,366
Cash and cash equivalents at the end of the year	15,108,626	14,338,816	15,104,102	14,352,040
Cash and Short Term Funds (Note 8)	15,134,889	14,592,828	15,130,365	14,606,052
Amounts due to Banks	(26,263)	(254,012)	(26,263)	(254,012)
	15,108,626	14,338,816	15,104,102	14,352,040

The Accounting Policies on pages 98 to 103 and Notes on pages 104 to 125 form an integral part of these Financial Statements.