

# CASH FLOW STATEMENTS

for the financial year ended 31 December 2001

	Note	The Group		The Bank	
		2001 RM'000	2000 RM'000	2001 RM'000	2000 RM'000
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>					
<b>Loss before taxation</b>		<b>(747,124)</b>	(102,808)	<b>(747,438)</b>	(99,991)
Adjustments for items not involving the movement of cash and cash equivalents:					
Depreciation		<b>60,866</b>	40,142	<b>59,312</b>	39,391
Interest income from investment securities		<b>(42,194)</b>	(92,760)	<b>(42,194)</b>	(92,760)
Amortisation of premium less accretion of discount		<b>(30,673)</b>	(23,331)	<b>(30,673)</b>	(23,331)
Amortisation of amount recoverable from Danaharta		<b>29,445</b>	9,713	<b>27,776</b>	9,713
Impairment of goodwill		<b>67,115</b>	–	<b>67,115</b>	–
Amortisation of goodwill		<b>9,155</b>	–	<b>9,155</b>	–
Provision for diminution in value of investment securities		<b>35,013</b>	55,341	<b>35,013</b>	55,341
Provision for diminution in investment of subsidiaries		–	–	<b>5,075</b>	–
Gain on sale of investment securities		<b>(19,426)</b>	(8,257)	<b>(19,426)</b>	(8,257)
Gain on sale of a subsidiary		–	(50)	–	(1,723)
Net profit from dealing securities		<b>(4,097)</b>	(11,071)	<b>(4,097)</b>	(11,071)
Specific provision for bad and doubtful debts		<b>936,315</b>	233,050	<b>936,674</b>	233,050
General provision		<b>(88,317)</b>	60,525	<b>(88,174)</b>	60,525
Interest-in-suspense/ income-in-suspense		<b>339,354</b>	127,127	<b>331,607</b>	127,127
Gain on sale of fixed assets		<b>(151)</b>	(31)	<b>(151)</b>	(31)
Fixed assets written off		<b>5,574</b>	76	<b>2,110</b>	65
Operating profit before working capital changes		<b>550,855</b>	287,666	<b>541,684</b>	288,048

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## CASH FLOW STATEMENTS

for the financial year ended 31 December 2001 (continued)

Note	The Group		The Bank	
	2001 RM'000	2000 RM'000	2001 RM'000	2000 RM'000
Decrease/(increase) in deposits and placements with financial institutions	<b>261,896</b>	(268,460)	<b>260,900</b>	(266,864)
Increase in loans and advances	<b>(347,795)</b>	(12,042)	<b>(370,717)</b>	(12,042)
Decrease in other assets	<b>52,588</b>	108,134	<b>58,313</b>	105,579
Decrease in statutory deposits with BNM	<b>87,170</b>	1,000	<b>87,170</b>	1,000
(Decrease)/increase in deposits from customers	<b>(2,009,337)</b>	492,843	<b>(2,012,170)</b>	490,401
(Decrease)/increase in deposits and placements of banks and other financial institutions	<b>(938,543)</b>	157,248	<b>(938,543)</b>	157,248
Increase in obligation on securities sold under repurchase agreements	<b>199,596</b>	66,527	<b>199,596</b>	66,527
Increase in securities purchased under resale agreements	<b>(1,001)</b>	–	<b>–</b>	–
Decrease in bills and acceptances payable	<b>(72,003)</b>	(62,577)	<b>(72,003)</b>	(62,577)
Decrease in amount due to Cagamas	<b>(144,484)</b>	(67,867)	<b>(144,484)</b>	(67,867)
Increase in other liabilities	<b>116,134</b>	105,755	<b>145,546</b>	103,186
(Increase)/decrease in intercompany balances	–	–	<b>(994)</b>	1,158
Cash generated from operations	<b>(2,244,924)</b>	808,227	<b>(2,245,702)</b>	803,797
Tax paid	<b>(26,190)</b>	(33,711)	<b>(26,190)</b>	(33,538)
Zakat paid	<b>(67)</b>	(204)	<b>(67)</b>	(204)
Net cash generated from operating activities	<b>(2,271,181)</b>	774,312	<b>(2,271,959)</b>	770,055

# CASH FLOW STATEMENTS

for the financial year ended 31 December 2001 (continued)

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	Note	The Group		The Bank	
		2001 RM'000	2000 RM'000	2001 RM'000	2000 RM'000
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>					
Interest received from investment securities		42,194	92,760	42,194	92,760
Proceeds from disposal of fixed assets		191	43	191	43
Purchase of fixed assets		(58,050)	(54,486)	(57,940)	(54,240)
Net purchase of investment securities		659,817	(1,154,305)	659,982	(1,154,584)
Net sale of dealing securities		19,128	286,295	19,128	286,295
Net proceeds from sale of a subsidiary		-	1,382	-	6,723
Increase in investment in subsidiary		-	-	-	(3,000)
Net cash inflow from acquisition of subsidiaries		342,135	-	344,633	-
Net cash used in investing activities		1,005,415	(828,311)	1,008,188	(826,003)
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>					
Dividends paid		-	(23,400)	-	(23,400)
Ordinary shares issued		367,946	-	367,946	-
Subordinated bonds issued		600,000	-	600,000	-
Net cash used in financing activities		967,946	(23,400)	967,946	(23,400)
<b>Net decrease in cash and cash equivalents</b>		<b>(297,820)</b>	<b>(77,399)</b>	<b>(295,825)</b>	<b>(79,348)</b>
<b>Cash and cash equivalents at beginning of the year</b>		<b>1,574,459</b>	<b>1,651,858</b>	<b>1,570,577</b>	<b>1,649,925</b>
<b>Cash and cash equivalents at end of the year</b>		<b>1,276,639</b>	<b>1,574,459</b>	<b>1,274,752</b>	<b>1,570,577</b>
<b>ANALYSIS OF CASH AND CASH EQUIVALENTS</b>					
Cash and short term funds	3	1,276,639	1,574,459	1,274,752	1,570,577

The accounting policies on pages 49 to 53 and the accompanying notes on pages 54 to 97 form an integral part of these financial statements.

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