



STATEMENT OF CONSOLIDATED CASH FLOWS

FOR THE YEAR ENDED 31 DECEMBER 2004

US\$000	Notes	Group	
		31 Dec 2004	31 Dec 2003
CASH FLOWS FROM OPERATING ACTIVITIES			
Income before taxes		20 114	47 175
Net interest paid		590	896
Depreciation and amortisation		8 738	10 269
Transfer to deferred stripping		(3 999)	(3 483)
(Gain)/Loss on financial instruments		(1 085)	1 618
Net increase in provision for environmental rehabilitation		177	990
Profit on sale of Syama		(7 070)	-
		17 465	57 465
Effects of changes in operating working capital items:			
■ receivables		(9 369)	(934)
■ inventories and ore stockpiles		(7 487)	(5 564)
■ accounts payable and accrued liabilities		4 272	1 152
Cash generated from operations		4 881	52 119
Interest received		1 033	999
Interest paid		(1 623)	(1 895)
Net cash generated from operating activities		4 291	51 223
CASH FLOW FROM INVESTING ACTIVITIES			
Additions to property, plant and equipment		(69 438)	(6 655)
Movement in restricted cash		3 882	644
Disposal of Syama – net of cash disposed	24	8 571	-
Net cash utilised in investing activities		(56 985)	(6 011)
CASH FLOWS FROM FINANCING ACTIVITIES			
Ordinary shares issued		2 133	9 786
Long-term loans repaid		(11 674)	(9 534)
Long-term loans received		35 000	-
Increase in bank overdraft		-	380
Cash generated from financing activities		25 459	632
NET (DECREASE)/INCREASE IN CASH AND EQUIVALENTS		(27 235)	45 844
CASH AND EQUIVALENTS AT BEGINNING OF YEAR		105 475	59 631
CASH AND EQUIVALENTS AT END OF YEAR		78 240	105 475