

ST LUCIA ELECTRICITY SERVICES LIMITED
STATEMENT OF CASH FLOWS
FOR THE SIX MONTHS ENDED JUNE 30, 2008

	Unaudited	Unaudited
	June 30,	June 30,
	2008	2007
	EC\$ 000s	EC\$ 000s
Cash flows from Operating Activities		
Net Income Before Tax	19,410	19,857
Adjustments for		
Depreciation	14,655	13,143
Finance Charges	4,554	3,324
Gain on Disposal of Property, Plant and Equipment	(184)	(1)
Amortization of Consumer Contributions	(750)	(742)
Pension benefits	(3)	(3)
Operating Income before Working Capital Changes	<u>37,685</u>	<u>35,578</u>
Increase in Accounts Receivable and Prepayments	(12,694)	(9,685)
Increase in Deferred Expenses	(796)	0
Increase in Inventories	(5,754)	(1,947)
Increase/(Decrease) in Trade and Other Payables	<u>8,947</u>	<u>(4,431)</u>
Cash Generated from Operations	27,388	19,515
Interest Received	96	
Interest Paid	(4,708)	(3,333)
Income Tax Paid	<u>(7,442)</u>	<u>(2,900)</u>
Net Cash from Operating Activities	<u>15,334</u>	<u>13,282</u>
Cash Flows from Investing Activities		
Purchase of Available for Sale Financial Asset	(44)	(643)
Purchase of Property, Plant and Equipment	(7,124)	(28,467)
Proceeds on Disposal of Property, Plant and Equipment	184	1
Net Cash from Investing Activities	<u>(6,984)</u>	<u>(29,110)</u>
Cash Flows from Financing Activities		
Proceeds from Borrowings	0	39,163
Repayment of Borrowings	(9,798)	(15,534)
Decrease in Tariff Reduction Reserve	474	0
Dividends Paid	(9,018)	(4,221)
Consumer Contributions Received	1,789	1,807
Consumer Deposits Received/(paid) net	498	521
Net Cash used in Financing Activities	<u>(16,055)</u>	<u>21,736</u>
Increase in Cash and Cash Equivalents	<u>(7,705)</u>	<u>5,908</u>
Cash and Cash Equivalents, Beginning of Period	<u>767</u>	<u>8,041</u>
Cash and Cash Equivalents, End of Period	<u>(6,938)</u>	<u>13,949</u>