

**DBS GROUP HOLDINGS LTD AND ITS SUBSIDIARY COMPANIES**  
**Consolidated cashflow statement**

	Year ended December 31	
In \$ millions	2003	2002 <sup>(1)</sup>
<b>Cash flows from operating activities</b>		
Net profit before taxation	1,437	1,518
<b>Adjustments for non-cash items:</b>		
Provision for possible loan losses and diminution in value of other assets	541	534
Depreciation of fixed assets	168	172
Goodwill amortisation	430	278
Share of profits of associated and joint venture companies	(51)	(45)
Net gain on disposal of fixed assets	(3)	(10)
Net gain on disposal of investment securities	(183)	(214)
Operating profit before changes in operating assets & liabilities	2,339	2,233
<b>Increase/(Decrease) in:</b>		
Deposits and other accounts of non-bank customers	6,726	(5,456)
Deposits and balances of banks	2,620	(3,569)
Other liabilities including bills payable	3,082	3,363
<b>(Increase)/Decrease in:</b>		
Singapore Government securities and treasury bills	(2,431)	168
Trading securities	(2,761)	53
Accounts receivable and other assets	(2,332)	(4,154)
Balances, placements with, and loans and advances, to other banks	11,277	2,348
Loans and advances to non-bank customers including bills receivable	(4,008)	7,166
Tax paid	(272)	(216)
<b>Net cash generated from operating activities (1)</b>	<b>14,240</b>	<b>1,936</b>
<b>Cash flows from investing activities</b>		
Disposal of subsidiary companies	–	32
Acquisition of additional interest in subsidiary companies	(3,654)	(1)
Dividends from associated companies	32	28
Purchase of fixed assets	(85)	(112)
Net increase in investment securities	(7,963)	(3,135)
Proceeds from disposal of fixed assets	82	184
<b>Net cash used in investing activities (2)</b>	<b>(11,588)</b>	<b>(3,004)</b>
<b>Cash flows from financing activities</b>		
<b>Increase/(Decrease) in:</b>		
Share capital and share premium	9	11
Debt securities and borrowings	602	205
Dividends paid to shareholders of DBSH	(364)	(364)
Dividends paid to minority shareholders of subsidiary companies	(68)	(146)
<b>Net cash generated from/ (used in) financing activities (3)</b>	<b>179</b>	<b>(294)</b>
Exchange translation adjustments (4)	(11)	(43)
<b>Net change in cash, and balances and placements with central banks (1)+(2)+(3)+(4)</b>	<b>2,820</b>	<b>(1,405)</b>
<b>Cash, and balances and placements with central banks as at January 1</b>	<b>2,187</b>	<b>3,592</b>
<b>Cash, and balances and placements with central banks as at December 31</b>	<b>5,007</b>	<b>2,187</b>

<sup>(1)</sup> Figures for 2002 have been restated to reflect the changes in accounting policy (Note 2.2)  
(see notes on pages 56 to 122, which form part of these financial statements)