

Consolidated statement of cash flows

for the year ended 30 September 2011

	Note	2011 R'000	2010 R'000
Cash flows from operating activities			
Profit for the year		623 850	440 376
Income tax expense		314 295	244 983
Non-cash and other adjustments	22	(12 598)	(801)
Operating profit before changes in working capital		925 547	684 558
Working capital changes			
Increase in trade and other receivables		(13 933)	(61 065)
Increase in trade and other payables		24 294	134 572
Cash generated from operations		935 908	758 065
Interest paid		(6 773)	(9 685)
Income taxes paid		(314 718)	(259 992)
Net cash from operating activities		614 417	488 388
Cash flows from investing activities			
Loan receivable		–	39 140
Finance and dividend income	3.1	12 263	21 480
Conversion of subsidiary to associate		(1 305)	
Acquisition of equipment		(6 991)	(4 229)
Proceeds on disposal of investment securities		(930)	(7 705)
Net cash from investing activities		3 037	48 686
Cash flows from financing activities			
Repayment of interest-bearing borrowings		(39 200)	(24 144)
Imvula units repurchased and cancelled		(2 274)	–
Shares issued		–	868
Dividends paid		(495 351)	(280 940)
(Decrease)/increase in non-controlling interest		(8 725)	450
Net cash used in financing activities		(545 550)	(303 766)
Increase in cash and cash equivalents		71 904	233 308
Cash and cash equivalents at beginning of year		300 638	77 598
Effect of exchange rate fluctuations		20 627	(10 268)
Cash and cash equivalents at end of year		393 169	300 638

The cash flows above represent cash and cash equivalents of shareholders and exclude policyholder cash and cash equivalents. Cash and cash equivalents of policyholders can only be used for policyholder investment activities and are disclosed as *Deposits at financial institutions* in note 13.

