

St. Lucia Electricity Services Limited
Statement of Cash Flows
For the three-months ended March 31, 2006
(Expressed in Eastern Caribbean Dollars)

	Unaudited March 31 2006 \$000's	Unaudited March 31 2005 \$000's
Cash flows from Operating Activities		
Net Income Before Tax	(6,074)	(5,686)
Adjustments for		
Depreciation	6,152	5,445
Finance Charges	-	-
Loss/(Gain) on Disposal of Property, Plant and Equipment	(28)	(9)
Amortization of Consumer Contributions	(428)	(421)
Operating Income before Working Capital Changes	<u>(379)</u>	<u>16,781</u>
Decrease/(Increase) in Accounts Receivable and Prepayments	10,351	(4,649)
Decrease/(Increase) in Inventories	(1,289)	(1,986)
(Decrease)/Increase in Trade and Other Payables	<u>3,084</u>	<u>1,611</u>
Cash Generated from Operations	11,767	11,757
Interest Paid	(782)	(953)
Income Tax Paid	<u>(11,162)</u>	<u>(3,465)</u>
Net Cash from Operating Activities	<u>16,466</u>	<u>7,339</u>
 Cash Flows from Investing Activities		
Purchase of Property, Plant and Equipment	(6,011)	(6,208)
Proceeds on Disposal of Property, Plant and Equipment	<u>28</u>	<u>15</u>
Net Cash from Investing Activities	<u>(5,983)</u>	<u>(6,193)</u>
 Cash Flows from Financing Activities		
Proceeds from Borrowings	3,979	3,528
Repayment of Borrowings	(3,938)	(2,428)
Decrease in Tariff Reduction Reserve	(4,100)	-
Dividends Paid	(6,603)	-
Consumer Contributions Received	498	157
Consumer Deposits Received	<u>(318)</u>	<u>152</u>
Net Cash used in Financing Activities	<u>(10,483)</u>	<u>1,409</u>
(Decrease)/Increase in Cash and Cash Equivalents	<u>0</u>	<u>2,555</u>
Cash and Cash Equivalents, Beginning of Period	<u>24</u>	<u>4,333</u>
Cash and Cash Equivalents, End of Period	<u>24</u>	<u>6,888</u>