

BRAINSTORM ENTERPRISES LTD

Cash flow statement for the year ended:

	31.12.05	31.12.04	31.12.03	31.12.02	31.12.01	31.12.00	31.12.99	31.12.98	31.12.97
	£	£	£	£	£	£	£	£	£
Cash flows from operating activities									
Profit/(loss) before taxation	390,233	208,457	124,044	72,280	32,418	142,942	119,581	-47,029	-149,709
Adjustments for:									
Depreciation	144,703	142,409	142,459	140,454	135,668	82,606	76,959	77,743	76,980
Amortisation of goodwill	17,044	17,044	19,885	19,928	18,892	7,415	7,040	7,040	7,040
Interest income	-72,348	-55,246	-38,563	-41,707	-30,434	-24,330	-379	0	0
Bad debts write off	0	0	28,596	15,943	0	0	0	0	0
Grant receivable write off	0	0	0	3,000	0	0	0	0	0
Interest expense	10	23	868	5,755	14,574	16,421	32,685	41,657	35,108
Provision for Bad Debts	0	1,930	0						
Loss/(profit) on disposal of fixed assets	4,142	3,994	0	2,100	-32	0	646	0	-114
Operating profit/(loss) before working capital changes	483,784	318,611	277,289	217,753	171,086	225,054	236,532	79,411	-30,695
Stock	-2,739	12,215	-11,065	5,697	15,090	-42,799	-3,032	1,388	33,962
Debtors and prepayments	-212	5,222	35,414	-9,446	-50,956	-15,138	-109,356	-853	8,238
Creditors and accruals	5,008	18,620	-76,039	-63,856	76,986	22,439	-50,044	-18,237	-148,956
Cash generated from/(used in) operations	485,841	354,668	225,599	150,148	212,206	189,556	74,100	61,709	-137,451
Taxation paid	-39,797	-26,225	-8,519	-19,834	-9,853	-19,344	-3,806	-	-
Net cash from/(used in) operating activities	446,044	328,443	217,080	130,314	202,353	170,212	70,294	61,709	-137,451
Cash flows from investing activities									
Interest received	72,348	55,246	38,563	41,707	30,434	24,330	379	0	0
Purchase of investments available for sale	-89,071								
Purchase of intangible assets	0	0	0	0	-874	-67,568	0	0	0
Purchase of current assets	-38,069	-14,799	-21,306	-28,310	-101,449	-1,016,651	-8,963	-5,340	-13,947
Proceeds from sale of fixed assets	0	0	0	0	2,686	0	4,168	0	4,508
Net cash from/(used in) investing activities	-54,792	40,447	17,257	13,397	-69,203	-1,059,889	-4,416	-5,340	-9,439
Cash flows from financing activities									
Proceeds from new share capital issue	0	0	0	0	712,260	1,114,471	398,500	0	0
Purchase of own shares	0	0	-2,520	-3,331	0	0	0	0	0
Sales of own shares	8,532								
Proceeds from new loans	0	0	0	0	0	90,000	4,353	203,060	14,696
Payments of loans	0	0	-39,115	-66,707	-86,914	-175,307	-78,067	-80,856	-54,814
Interest paid	-10	-23	-868	-5,755	-14,574	-16,421	-32,685	-41,657	-35,108
Decrease/(increase) in shareholders accounts	0	0	0	0	0	94,054	-344,136	30,524	63,699
Net cash (used in)/from financing activities	8,522	-23	-42,503	-75,793	610,772	1,106,797	-52,035	111,071	-11,527
Net increase/(decrease) in cash and cash equivalents	399,774	368,867	191,834	67,918	743,922	217,120	13,843	167,440	-158,417
Cash and cash equivalents at beginning of year	1,438,267	1,069,400	877,566	809,648	65,726	-151,394	-165,237	-332,677	-174,260
Cash and cash equivalents at end of year	1,838,041	1,438,267	1,069,400	877,566	809,648	65,726	-151,394	-165,237	-332,677