

QUANTUM CORPORATION LIMITED

Consolidated Cash flow statement for the year/period ended:

	31.12.03	31.12.02	31.12.01	31.12.00	16.10.99 to 31.12.99
	£	£	£	£	£
Cash flows from operating activities					
(Loss)/Profit before tax	-4,384,838	-961,361	-3,155,472	2,829,028	170,851
Adjustments for:					
Depreciation	489,272	528,239	496,366	183,086	8,823
Interest expense	111,078	136,194	329,568	139,712	18,631
Interest income	-393,835	-743,152	-1,270,022	-398,923	-74,356
Amortisation of deferred expenses	0	0	0	0	7,535
(Profit)/Loss on sale of investments	-32,200	67,622	0	0	0
Loss on disposal of associate companies	-14,166,171	230,869	0	0	0
Loss on disposal of fixed assets	37,076	0	0	0	0
Amortisation of intangible asses	7,220,699	304,080	472,171	53,367	2,481
Amortisation of goodwill	0	0	28,860	28,860	0
Deficit on revaluation of investments	165,672	462,244	475,702	203,200	0
Operating profit/(loss) before working capital changes	-10,953,247	24,735	-2,622,827	3,038,330	133,965
Debtors and prepayments	2,359,075	-1,686,075	2,600,296	-3,911,601	-395,691
Creditors and accruals	576,047	-880,557	1,128,056	-1,369,042	1,722,532
Cash (used in)/generated from operations	-8,018,125	-2,541,897	1,105,525	-2,242,313	1,460,806
Taxation paid	-364,221	-126,311	-41,310	-366,500	-14,896
Net cash (used in)/from operations	-8,382,346	-2,668,208	1,064,215	-2,608,813	1,445,910
Cash flows from investing activities					
Purchase of fixed assets	-438,210	-460,256	-2,124,030	-2,299,583	-6,413
Purchase of intangible assets	-7,254,396	-297,695	-206,145	-348,964	-5,000
Proceeds from disposals of fixed assets	0	0	12,735	0	0
Proceeds from disposals of investments	45,000	38,562	0	0	0
Proceeds from disposal of associate companies	14,727,013	0	0	0	0
Net cash from investments in associate companies	250	0	0	-390,950	-38,055
Purchase of investments	0	-117,703	-1,075,362	-1,346,000	0
Interest received	393,835	743,152	1,270,022	398,923	74,356
Net cash from/(used in) investing activities	7,473,492	-93,940	-2,122,780	-3,986,574	24,888
Cash flows from financing activities					
Proceeds from new share issue	0	0	3,756,155	19,736,446	2,693,205
Dividend paid	0	0	-674,412	0	0
Interest paid	-111,078	-136,194	-329,568	-139,712	-18,631
Net cash (used in)/from financing activities	-111,078	-136,194	2,752,175	19,596,734	2,674,574
Net (decrease)/increase in cash and cash equivalents	-1,019,932	-2,898,342	1,693,610	13,001,347	4,145,372
Cash and cash equivalents at the beginning of year	15,941,987	18,840,329	17,146,719	4,145,372	-
Cash and cash equivalents at the end of year	14,922,055	15,941,987	18,840,329	17,146,719	4,145,372