

CONSOLIDATED STATEMENT OF CASH FLOWS

Year ended 31 December 2008

All figures in US\$ Million

	<u>2008</u>	<u>2007</u>
OPERATING ACTIVITIES		
(Loss) profit attributable to the shareholders of the parent	(880)	125
Items not involving cash flow:		
Impairment provisions - net	1,055	230
Depreciation	13	10
Items considered separately:		
Gains / losses on non-trading securities - net	20	(15)
Changes in operating assets and liabilities:		
Trading securities	598	14
Placements with banks and other financial institutions	751	(1,027)
Loans and advances	(965)	(3,296)
Other assets	41	(379)
Deposits from customers	535	3,102
Deposits from banks and other financial institutions	(1,684)	358
Securities sold under repurchase agreements	(384)	5,349
Other liabilities	154	611
Other non-cash movements	194	(90)
Net cash (used in) from operating activities	(552)	4,992
INVESTING ACTIVITIES		
Purchase of non-trading securities	(800)	(7,447)
Sale and redemption of non-trading securities	1,936	1,998
Purchase of premises and equipment	(39)	(15)
Sale of premises and equipment	6	7
Controlling interest in an associate	(6)	-
Net cash from (used in) investing activities	1,097	(5,457)
FINANCING ACTIVITIES		
Increase in share capital - rights issue	1,110	-
Redemption of certificates of deposit - net	(1,039)	(35)
(Repayment) issue of term notes, bonds and other term financing - net	(58)	150
Issue of subordinated debt	-	500
Cash dividend paid	-	(100)
Net cash from financing activities	13	515
Increase in liquid funds	558	50
Effect of exchange rate changes on liquid funds	(70)	11
Liquid funds at beginning of the year	335	274
Liquid funds at end of the year	823	335