

Consolidated Cash Flow Statements

	Three months ended		Six months ended	
	30 June		30 June	
	2002	2001	2002	2001
	<i>US\$'000</i>	<i>US\$'000</i>	<i>US\$'000</i>	<i>US\$'000</i>
	<i>unaudited</i>	<i>unaudited</i>	<i>unaudited</i>	<i>unaudited</i>
OPERATING ACTIVITIES				
Cash generated from operations	130,938	133,032	198,436	194,302
Interest paid	(16,996)	(58,659)	(42,555)	(91,534)
Interest received	586	2,118	959	5,265
Income tax paid	(887)	(480)	(1,182)	(713)
Net cash inflow from operating activities	<u>113,641</u>	<u>76,011</u>	<u>155,658</u>	<u>107,320</u>
INVESTING ACTIVITIES				
Purchase of fixed assets	(15,673)	(64,480)	(32,102)	(152,487)
Proceeds from sale of fixed assets	13	43	86	90,503
Others	—	—	—	(246)
Net cash outflow from investing activities	<u>(15,660)</u>	<u>(64,437)</u>	<u>(32,016)</u>	<u>(62,230)</u>
FINANCING ACTIVITIES				
Proceeds from short and long-term bank loans	—	11,579	450,000	55,210
Principal repayments of long-term bank loans	(10,449)	(182,400)	(477,836)	(206,787)
Proceeds from issuance of ordinary shares, net of issuance cost of approximately US\$3 million in 2002	77,329	—	77,329	—
Proceeds from issuance of ordinary shares pursuant to Star Cruises Employees Share Option Scheme	318	10	474	833
Restricted cash	(3,425)	52	(3,195)	26
Others, net	(667)	(844)	(10,523)	(1,293)
Net cash inflow/(outflow) from financing activities	<u>63,106</u>	<u>(171,603)</u>	<u>36,249</u>	<u>(152,011)</u>
Effect of exchange rate changes on cash and cash equivalents	<u>2,714</u>	<u>(606)</u>	<u>2,694</u>	<u>(2,139)</u>
Net increase/(decrease) in cash and cash equivalents	163,801	(160,635)	162,585	(109,060)
Cash and cash equivalents at the beginning of the period	<u>170,359</u>	<u>344,083</u>	<u>171,575</u>	<u>292,508</u>
Cash and cash equivalents at the end of the period	<u><u>334,160</u></u>	<u><u>183,448</u></u>	<u><u>334,160</u></u>	<u><u>183,448</u></u>