

# CONSOLIDATED STATEMENTS OF CASH FLOWS

for the three years ended December 31, 1999

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(in thousands of US dollars)	Years ended December 31,		
	1999	1998	1997
<b>OPERATING ACTIVITIES</b>			
Net income	<b>\$90,209</b>	\$17,065	\$21,096
Adjustments to net income :			
Depreciation and amortization	<b>48,863</b>	34,400	22,623
Others	<b>1,103</b>	(4,335)	3,465
Changes in operating assets and liabilities:			
Decrease (increase) in :			
Accounts receivable	<b>1,153</b>	(3,916)	2,959
Consumable inventories	<b>(7,446)</b>	(3,034)	(4,786)
Prepaid expenses and others	<b>1,885</b>	4,227	(5,043)
Increase (decrease) in :			
Accounts payable	<b>6,673</b>	(12,855)	10,573
Accrued and other liabilities	<b>17,179</b>	16,749	13,279
Amounts due to affiliated companies	<b>(379)</b>	(195)	479
Net cash provided from operating activities	<b>159,240</b>	48,106	64,645
<b>INVESTING ACTIVITIES</b>			
Capital expenditure	<b>(433,532)</b>	(385,701)	(223,655)
Proceeds from sale of property and equipment	<b>232</b>	32,852	610
Equity investment in NCL Holding ASA	<b>(428,346)</b>	-	-
Acquisition of subsidiaries	-	-	(79)
Net cash used for investing activities	<b>(861,646)</b>	(352,849)	(223,124)
<b>FINANCING ACTIVITIES</b>			
Bank overdraft	-	(294)	261
Proceeds from short and long-term debt	<b>381,085</b>	283,235	85,000
Principal repayments of short and long-term debt	<b>(17,600)</b>	(101,912)	-
Proceeds from issuance of common stock	<b>298</b>	262,500	-
Proceeds from non-interest bearing borrowings from shareholder	-	-	57,509
Payment of short-term borrowings arrangement fees	<b>(5,270)</b>	-	-
Dividend paid	<b>(6,244)</b>	-	-
Proceeds from interest bearing borrowings from shareholder and an affiliated company	<b>260,000</b>	30,451	20,918
Repayment of interest bearing borrowings from shareholder	-	(51,369)	-
Proceeds from issue of shares to minority shareholders of subsidiaries	-	240	733
Restricted cash (see Note 9 (c))	<b>(2,170)</b>	-	-
Others	<b>(6,382)</b>	(2,334)	-
Net cash provided from financing activities	<b>603,717</b>	420,517	164,421
Effect of exchange rate changes on cash	<b>(164)</b>	877	(3,795)
Net increase (decrease) in cash and cash equivalents	<b>(98,853)</b>	116,651	2,147
Cash and cash equivalents at beginning of year	<b>151,576</b>	34,925	32,778
Cash and cash equivalents at end of year	<b>\$52,723</b>	\$151,576	\$34,925

The notes set out on pages 28 to 46 are an integral part of these financial statements.