

Extend Your Knowledge 19-1: Examples of Cash Flow Statements



Cash Flow Statements report the cash inflow and outflow details from the three types of business activities: operating, investing, and financing. How the operating activities section is reported depends on whether the company uses the direct or indirect method. The CICA Handbook suggests the use of the direct method yet many companies use the indirect method.

Review the cash flow statement for each of the following eight Canadian companies (identify whether the operating activities section of the cash flow statement has been prepared using the direct or indirect method):*

1. [Molson Inc.](#) (cash flow statement is on page 5 of 28)
2. [Cameco Corporation](#) (cash flow statement is on page 5 of 31)
3. [Flint Energy Services Ltd.](#) (cash flow statement is on page 5 of 18)
4. [Domtar Inc.](#) (cash flow statement is on page 4 of 49)
5. [Reitmans \(Canada\) Limited](#) (cash flow statement is on page 4 of 13)
6. [Hudson's Bay Company](#) (cash flow statement is on page 4 of 21)
7. [Stake Technology Ltd.](#) (cash flow statement is on page 6 of 39)
8. [TransCanada Pipelines Limited](#) (cash flow statement is on page 47 of 86)

***Note:** To get the cash flow statement, click on the name of the company above. The link will take you to the audited financial statements. To get to the cash flow statement, place the cursor on the **right-hand scroll bar** and right-click. Hold the right-click (you will see **page numbers**) and scroll down to the page number indicated to get to the cash flow statement.

Molson Inc.
Consolidated Statements of Cash Flow

Millions of dollars

	2000	2001
Operating activities		
Receipts from continuing operations	\$ 712.4	\$ 115.0
Cash on sale of 20% of operations in Brazil	44.3	-
Proceeds from reinsurance contracts	45.4	30.0
Amortization of capital assets	44.9	54.0
Future income taxes	26.2	8.0
Minority interest	0.0	-
Other	(26.2)	(2.2)
Cash provided from operations before minority capital and reinsurance costs	777.1	204.9
Proceeds from sale of working capital	(14.0)	44.0
Reinsurance costs	(26.6)	(14.0)
Cash provided from operating activities	292.3	231.9
Investing activities		
Dividends and capital gains (loss)	-	(1,190.0)
Proceeds from sale of 20% of operations in Brazil	355.8	-
Additions to property, plant and equipment	(88.0)	(124.0)
Additions to investments and other assets	29.4	0.0
Additions to intangible assets	-	(0.1)
Proceeds from disposal of property, plant and equipment	1.1	9.4
Proceeds from disposal of investments and other assets	9.9	30.9
Cash provided from investing activities	249.9	(1,144.0)
Financing activities		
Increase in long-term debt	404.1	887.2
Reduction in long-term debt	(207.0)	(207.0)
Distribution of accurate non-voting stock (1)	(1.0)	(2.0)
Shares issued on business acquisition (note 9)	-	232.2
Shares repurchased (note 11)	(88.2)	-
Cash dividends paid	(89.0)	(85.0)
Other	4.0	1.4
Cash provided from financing activities	212.9	626.8
Decrease in cash from continuing operations	(84.6)	(207.1)
Increases (decrease) in net cash from discontinued operations (note 8)	(0.0)	372.0
Decrease in cash	(84.6)	(6.9)
Effect of exchange rate changes on cash	8.0	-
Cash, beginning of year	71.0	76.9
Cash, end of year	\$ 122.2	\$ 71.0