

Consolidated Cash Flow Statement

FOR THE YEAR ENDED 31ST MARCH, 2005

	2005 HK\$'000	2004 HK\$'000
OPERATING ACTIVITIES		
Profit before taxation	377,040	255,855
Adjustments for:		
Share of results of associates	423	11,166
Share of results of jointly controlled entities	(488)	2,467
Interest income	(41,837)	(39,817)
Interest expenses	26,750	42,807
Dividend income from listed in securities	(3,238)	(1,203)
Finance lease charges	306	225
Depreciation	71,732	50,803
Impairment loss on property, plant and equipment	4,665	–
Impairment loss on intangible assets	1,055	–
Release of negative goodwill	(2,900)	(473)
Amortisation of goodwill	15,651	3,573
Amortisation of intangible assets	2,881	1,311
Loss on liquidation of subsidiaries	533	41
Net loss on disposal of property, plant and equipment	4,210	4,516
(Surplus) deficit on revaluation of investment properties	(21,264)	9,257
Deficit (surplus) on revaluation of properties for own use	7,493	(431)
Loss on disposal of jointly controlled entities	62	–
Impairment loss on investment in an associate	1,413	–
Gain on disposal of a subsidiary	–	(9)
Operating cash flows before movements in working capital	444,487	340,088
Decrease (increase) in inventories	9,691	(10,355)
Decrease in properties for sale	195,500	139,980
Decrease in debtors, deposits and prepayments	317,196	91,784
(Increase) decrease in amounts due from customers for contract work	(9,860)	102,977
Increase in investments in securities	(463,807)	(159,421)
Increase in other unlisted investments	(42,072)	(3,843)
Decrease in creditors, deposits and accruals	(93,826)	(108,740)
Decrease in unearned insurance premiums	(87,798)	(57,037)
Increase in outstanding insurance claims	24,723	87,049
(Decrease) increase in amounts due to customers for contract work	(128,044)	12,616
Increase (decrease) in bills payable	12,504	(32,378)
Increase in deferred service income	1,619	506
Exchange difference	(5,941)	(9,855)
Cash generated from operations	174,372	393,371
Interest paid	(26,194)	(46,677)
Finance lease charges paid	(306)	(225)
Profits tax and Mainland China income tax paid	(52,029)	(68,044)
Profits tax refunded	1,427	2,952
NET CASH FROM OPERATING ACTIVITIES	97,270	281,377

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FOR THE YEAR ENDED 31ST MARCH, 2005

	Note	2005 HK\$'000	2004 HK\$'000
INVESTING ACTIVITIES			
Interest received		41,161	37,627
Dividends received from associates		1,000	–
Purchase of property, plant and equipment		(52,214)	(22,014)
Expenditure on intangible assets		(5,935)	(600)
Dividends received from investments in securities		3,238	1,203
Proceeds from disposal of property, plant and equipment		5,853	5,016
Net cash (outflow) inflow from acquisition of subsidiaries	33	(34,108)	131,803
Purchase of additional interest in subsidiaries		(93,361)	(23,034)
Investment in associates		(338)	(10,534)
Purchase of convertible notes		–	(5,125)
Purchase of club debenture		–	(550)
Investments in jointly controlled entities		(36,899)	–
Net advances to associates		(4,664)	(31,120)
(Advances to) repayments by jointly controlled entities		(89,642)	301
Increase in investments in securities		(1,718)	–
Decrease (increase) in pledged deposits		89,425	(3,773)
Withdrawal of fixed deposits with maturity over three months		7,800	12,234
Placing of fixed deposits with maturity over three months		(241,800)	–
Proceeds from disposal of an associate		–	6,971
NET CASH (USED IN) FROM INVESTING ACTIVITIES		(412,202)	98,405
FINANCING ACTIVITIES			
Dividends paid		(111,432)	(19,672)
Dividends paid to minority shareholders of subsidiaries		(4,124)	(2,438)
New bank and other loans raised		522,111	476,142
Repayment of bank and other loans		(130,981)	(576,200)
Share issue expenses		–	(329)
Issue of new shares		–	16,665
Repayment of finance leases obligations		(3,013)	(1,034)
Contribution by minority shareholders of subsidiaries		3,809	7,660
NET CASH FROM (USED IN) FINANCING ACTIVITIES		276,370	(99,206)
(Decrease) increase in cash and cash equivalents		(38,562)	280,576
Cash and cash equivalents at beginning of the year		1,051,550	764,486
Effect of changes in foreign exchange rates		2,864	6,488
Cash and cash equivalents at end of the year		1,015,852	1,051,550
Analysis of the balance of cash and cash equivalents			
Bank balances and cash equivalents		1,017,747	1,058,805
Bank overdrafts		(1,895)	(7,255)
		1,015,852	1,051,550