

CONSOLIDATED CASH FLOW STATEMENT

For the year ended 31st December, 2001

	2001 <i>HK\$ Million</i>	2000 Restated <i>HK\$ Million</i>
Net cash inflow from operating activities (Note a)	188.3	193.5
Returns on investments and servicing of finance		
Interest received	32.2	17.9
Interest paid	(24.3)	(19.8)
Dividends received from associates	4.1	5.4
Dividends received from investment securities	27.9	30.8
Dividends paid	(53.6)	(53.6)
Net cash outflow from returns on investments and servicing of finance	(13.7)	(19.3)
Taxation		
Hong Kong profits tax paid	(115.9)	(10.1)
Investing activities		
Payments for the purchase of fixed assets	(28.6)	(5.0)
Investment in an associate	–	(31.3)
Net advances from/(to) associates	279.7	(140.5)
Payments for the purchase of investment securities	(91.5)	(83.2)
Proceeds from the sale of investment securities	16.7	332.8
Net cash inflow from investing activities	176.3	72.8
Net cash inflow before financing	235.0	236.9
Financing		
Repayment of short term bank loan (Note b)	–	(154.3)
Net cash outflow from financing	–	(154.3)
Increase in cash and cash equivalents	235.0	82.6
Cash and cash equivalents at 1st January	232.4	149.8
Cash and cash equivalents at 31st December	467.4	232.4
Analysis of the balance of cash and cash equivalents		
Deposits and cash	868.3	332.4
Unsecured short term bank loan and overdrafts	(400.9)	(100.0)
	467.4	232.4



CONSOLIDATED CASH FLOW STATEMENT (Cont'd)

For the year ended 31st December, 2001

Notes to consolidated cash flow statement

(a) Reconciliation of operating profit to net cash inflow from operating activities

	2001	2000
	HK\$	Restated
	Million	HK\$ Million
Operating profit	161.9	158.7
Interest income	(32.3)	(17.9)
Depreciation	10.9	6.8
Dividend income from investment securities	(27.3)	(30.8)
Exchange adjustment	(2.0)	4.0
Increase in deferred income	63.0	79.5
Decrease in inventories	0.2	0.4
Decrease/(increase) in debtors	17.9	(17.9)
(Decrease)/increase in creditors	(2.8)	10.1
(Decrease)/increase in amount due to fellow subsidiaries (net)	(1.2)	0.6
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Net cash inflow from operating activities	188.3	193.5
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(b) Analysis of changes in financing during the year

	Short-term loan	
	2001	2000
	HK\$	HK\$
	Million	Million
Balance at 1st January	–	154.3
Net cash outflow from financing	–	(154.3)
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Balance at 31st December	–	–
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