## **CONSOLIDATED CASH FLOW STATEMENT**

Year ended 31 December 2001

HKS 000     HKS 000       NET CASH INFLOW FROM OPERATING ACTIVITIES     29(a)     41,534     46,472       RETURNS ON INVESTMENTS AND SERVICING     0F FINANCE     1019     1109       Interest received     865     1,109     (1,2,415)     (4,250)       Interest paid     (2,415)     (4,250)     (1,6)     (1)       Dividends paid     (5,500)     -     -       Net cash outflow from returns on investments     (3,671)     (3,696)       INVESTING ACTIVITIES     (8,141)     -       Purchases of fixed assets     (28,292)     (8,210)       Purchases of subsidiaries     29(d)     (10,490)     -       Repayment from a director     -     13,495     -       Acquisition of subsidiaries     29(d)     (10,490)     -       Net cash inflow/(outflow) from investing activities     (46,523)     5,285       NET CASH INFLOW/(OUTFLOW) BEFORE     11,3495     -     58,251       FINANCING ACTIVITIES     29(b)     -     -     58,551       Proceed from issue of shares for cash consideration     -     58,551		Notes	2001	2000
RETURNS ON INVESTMENTS AND SERVICING     OF FINANCE     Interest received   865   1,109     Interest paid   (2,415)   (4,250)     Interest element on finance lease rental payments   (16)   (1)     Dividends paid   (5,500)   -     Net cash outflow from returns on investments   (16)   (3,142)     and servicing of finance   (7,066)   (3,142)     TAX   Taxes paid   (3,671)   (3,696)     INVESTING ACTIVITIES   Purchases of fixed assets   (28,292)   (8,210)     Purchases of short term investments   (8,141)   -     Repayment from a director   -   13,495     Acquisition of subsidiaries   29(d)   (10,490)   -     Net cash inflow/(outflow) from investing activities   (46,923)   5,285     NET CASH INFLOW/(OUTFLOW) BEFORE   EINANCING ACTIVITIES   29(b)   -     Proceed from issue of shares for cash consideration   55,201   -     Share issue expenses   (12,305)   -     INANCING ACTIVITIES   29(b)   -     Proceed from issue of shares for cash consideration   55,201   - <th></th> <th></th> <th>HK\$′000</th> <th>HK\$′000</th>			HK\$′000	HK\$′000
OF FINANCEInterest received8651,109Interest paid(2,415)(4,250)Interest paid(2,415)(4,250)Interest element on finance lease rental payments(16)(1)Dividends paid	NET CASH INFLOW FROM OPERATING ACTIVITIES	29(a)	41,534	46,472
Interest received8651,109Interest paid(2,415)(4,250)Interest element on finance lease rental payments(16)(1)Dividends paid(5,500)-Net cash outflow from returns on investments(16)(3,142)TAXTaxes paid(3,671)(3,696)INVESTING ACTIVITIES(28,292)(8,210)Purchases of fixed assets(28,292)(8,210)Purchases of short term investments(16,141)-Repayment from a director-13,495Acquisition of subsidiaries29(d)(10,490)Net cash inflow/(outflow) from investing activities(46,923)5,285NET CASH INFLOW/(QUTFLOW) BEFORE(16,126)44,919FINANCING ACTIVITIES29(b)-Proceed from issue of shares for cash consideration55,201-Share issue expenses(12,305)-New bank loans-58,551Repayment of bank loans(7,936)(76,146)Capital element of finance lease rental payments(254)(4)Net cash inflow/(outflow) from financing activities34,706(17,599)	RETURNS ON INVESTMENTS AND SERVICING			
Interest paid(2,415)(4,250)Interest element on finance lease rental payments(16)(1)Dividends paid(5,500)-Net cash outflow from returns on investments(7,066)(3,142)TAX(3,671)(3,676)TAX(3,671)(3,696)INVESTING ACTIVITIES(8,141)-Purchases of fixed assets(28,292)(8,210)Purchases of short term investments(8,141)-Repayment from a director-13,495Acquisition of subsidiaries29(d)(10,499)Net cash inflow/(outflow) from investing activities(46,923)5,285NET CASH INFLOW/(OUTFLOW) BEFORE(16,126)44,919FINANCING ACTIVITIES29(b)-Proceed from issue of shares for cash consideration55,201-Share issue expenses(12,305)-New bank loans-58,551Repayment of bank loans(7,936)(76,146)Capital element of finance lease rental payments(254)(4)Net cash inflow/(outflow) from financing activities34,706(17,599)				
Interest element on finance lease rental payments(16)(1)Dividends paid(5,500)-Net cash outflow from returns on investments and servicing of finance(7,066)(3,142)TAX(3,671)(3,696)TAX(3,671)(3,696)INVESTING ACTIVITIES(8,141)-Purchases of fixed assets(28,292)(8,210)Purchases of short term investments(8,141)-Repayment from a director-13,495Acquisition of subsidiaries29(d)(10,490)Net cash inflow/(outflow) from investing activities(46,923)5,285NET CASH INFLOW/(OUTFLOW) BEFORE FINANCING ACTIVITIES29(b)-FINANCING ACTIVITIES29(b)-Proceed from issue of shares for cash consideration55,201-Share issue expenses(12,305)-New bank loans-58,551Repayment of bank loans(7,936)(76,146)Capital element of finance lease rental payments(254)(4)Net cash inflow/(outflow) from financing activities34,706(17,599)				
Dividends paid(5,500)-Net cash outflow from returns on investments and servicing of finance(7,066)(3,142)TAX(3,671)(3,696)TAX(3,671)(3,696)INVESTING ACTIVITIES(8,141)-Purchases of fixed assets(28,292)(8,210)Purchases of short term investments(8,141)-Repayment from a director-13,495Acquisition of subsidiaries29(d)(10,490)Net cash inflow/(outflow) from investing activities(46,923)5,285NET CASH INFLOW/(OUTFLOW) BEFORE FINANCING ACTIVITIES29(b)-Proceed from issue of shares for cash consideration55,201-Share issue expenses(12,305)New bank loans-58,551-Repayment of bank loans(7,936)(76,146)Capital element of finance lease rental payments(254)(4)Net cash inflow/(outflow) from financing activities34,706(17,599)	-			
Net cash outflow from returns on investments and servicing of finance(7,066)(3,142)TAXTaxes paid(3,671)(3,696)INVESTING ACTIVITIES Purchases of fixed assets(28,292)(8,210)Purchases of fixed assets(28,292)(8,210)Purchases of short term investments(8,141)-Repayment from a director-13,495Acquisition of subsidiaries29(d)(10,490)Net cash inflow/(outflow) from investing activities(46,923)5,285NET CASH INFLOW/(QUTFLOW) BEFORE FINANCING ACTIVITIES(16,126)44,919FINANCING ACTIVITIES29(b)Share issue expenses(12,305)New bank loans-55,201-New bank loans-55,511-Repayment of bank loans-58,551-Repayment of finance lease rental payments(254)(4)Net cash inflow/(outflow) from financing activities34,706(17,599)				(1)
and servicing of finance(7,066)(3,142)TAXTaxes paid(3,671)(3,696)INVESTING ACTIVITIES9 Purchases of fixed assets(28,292)(8,210)Purchases of short term investments(8,141)-Repayment from a director-13,495Acquisition of subsidiaries29(d)(10,490)Net cash inflow/(outflow) from investing activities(46,923)5,285NET CASH INFLOW/(OUTFLOW) BEFORE(16,126)44,919FINANCING ACTIVITIES29(b)-Proceed from issue of shares for cash consideration55,201-Share issue expenses(12,305)-New bank loans-58,551Repayment of bank loans(7,936)(76,146)Capital element of finance lease rental payments(254)(4)Net cash inflow/(outflow) from financing activities34,706(17,599)	Dividends paid		(5,500)	
TAXInvesting ACTIVITIESPurchases of fixed assets(28,292)Purchases of short term investments(8,141)Repayment from a director-13,495Acquisition of subsidiaries29(d)(10,490)-Net cash inflow/(outflow) from investing activities(46,923)5,285NET CASH INFLOW/(OUTFLOW) BEFOREFINANCING ACTIVITIES(16,126)44,919FINANCING ACTIVITIES29(b)Proceed from issue of shares for cash consideration55,201Share issue expenses(12,305)New bank loans-58,551-Repayment of bank loans(7,936)(76,146)(254)Capital element of finance lease rental payments(254)Net cash inflow/(outflow) from financing activities34,706	Net cash outflow from returns on investments			
Taxes paid(3,671)(3,696)INVESTING ACTIVITIESPurchases of fixed assets(28,292)(8,210)Purchases of short term investments(8,141)-Repayment from a director-13,495Acquisition of subsidiaries29(d)(10,490)-Net cash inflow/(outflow) from investing activities(46,923)5,285NET CASH INFLOW/(OUTFLOW) BEFORE(16,126)44,919FINANCING ACTIVITIES29(b)-Proceed from issue of shares for cash consideration55,201-Share issue expenses(12,305)-New bank loans-58,551Repayment of bank loans(7,936)(76,146)Capital element of finance lease rental payments(254)(4)Net cash inflow/(outflow) from financing activities34,706(17,599)	and servicing of finance		(7,066)	(3,142)
INVESTING ACTIVITIESPurchases of fixed assets(28,292)(8,210)Purchases of short term investments(8,141)-Repayment from a director-13,495Acquisition of subsidiaries29(d)(10,490)-Net cash inflow/(outflow) from investing activities(46,923)5,285NET CASH INFLOW/(OUTFLOW) BEFORE(16,126)44,919FINANCING ACTIVITIES29(b)-Proceed from issue of shares for cash consideration55,201-Share issue expenses(12,305)-New bank loans-58,551Repayment of bank loans(7,936)(76,146)Capital element of finance lease rental payments(254)(4)Net cash inflow/(outflow) from financing activities34,706(17,599)	ТАХ			
Purchases of fixed assets(28,292)(8,210)Purchases of short term investments(8,141)-Repayment from a director-13,495Acquisition of subsidiaries29(d)(10,490)-Net cash inflow/(outflow) from investing activities(46,923)5,285NET CASH INFLOW/(OUTFLOW) BEFORE FINANCING ACTIVITIES(16,126)44,919FINANCING ACTIVITIES29(b)-Proceed from issue of shares for cash consideration55,201-Share issue expenses(12,305)-New bank loans(7,936)(76,146)Capital element of finance lease rental payments(254)(4)Net cash inflow/(outflow) from financing activities34,706(17,599)	Taxes paid		(3,671)	(3,696)
Purchases of short term investments(8,141)-Repayment from a director-13,495Acquisition of subsidiaries29(d)(10,490)Net cash inflow/(outflow) from investing activities(46,923)5,285NET CASH INFLOW/(OUTFLOW) BEFORE(16,126)44,919FINANCING ACTIVITIES(16,126)44,919FINANCING ACTIVITIES29(b)-Proceed from issue of shares for cash consideration55,201-Share issue expenses(12,305)-New bank loans-58,551Repayment of bank loans(7,936)(76,146)Capital element of finance lease rental payments(254)(4)Net cash inflow/(outflow) from financing activities34,706(17,599)	INVESTING ACTIVITIES			
Repayment from a director-13,495Acquisition of subsidiaries29(d)(10,490)-Net cash inflow/(outflow) from investing activities(46,923)5,285NET CASH INFLOW/(OUTFLOW) BEFORE FINANCING ACTIVITIES(16,126)44,919FINANCING ACTIVITIES29(b)-Proceed from issue of shares for cash consideration55,201-Share issue expenses(12,305)-New bank loans-58,551Repayment of bank loans(7,936)(76,146)Capital element of finance lease rental payments(254)(4)Net cash inflow/(outflow) from financing activities34,706(17,599)	Purchases of fixed assets		(28,292)	(8,210)
Acquisition of subsidiaries29(d)(10,490)-Net cash inflow/(outflow) from investing activities(46,923)5,285NET CASH INFLOW/(OUTFLOW) BEFORE FINANCING ACTIVITIES(16,126)44,919FINANCING ACTIVITIES29(b)-Proceed from issue of shares for cash consideration55,201-Share issue expenses(12,305)-New bank loans-58,551Repayment of bank loans(7,936)(76,146)Capital element of finance lease rental payments(254)(4)Net cash inflow/(outflow) from financing activities34,706(17,599)	Purchases of short term investments		(8,141)	-
Net cash inflow/(outflow) from investing activities(46,923)5,285NET CASH INFLOW/(OUTFLOW) BEFORE FINANCING ACTIVITIES(16,126)44,919FINANCING ACTIVITIES29(b)-Proceed from issue of shares for cash consideration55,201-Share issue expenses(12,305)-New bank loans-58,551Repayment of bank loans(7,936)(76,146)Capital element of finance lease rental payments(254)(4)Net cash inflow/(outflow) from financing activities34,706(17,599)	Repayment from a director		-	13,495
NET CASH INFLOW/(OUTFLOW) BEFORE FINANCING ACTIVITIES(16,126)44,919FINANCING ACTIVITIES29(b)Proceed from issue of shares for cash consideration55,201-Share issue expenses(12,305)-New bank loans-58,551Repayment of bank loans(7,936)(76,146)Capital element of finance lease rental payments(254)(4)Net cash inflow/(outflow) from financing activities34,706(17,599)	Acquisition of subsidiaries	29(d)	(10,490)	
FINANCING ACTIVITIES(16,126)44,919FINANCING ACTIVITIES29(b)Proceed from issue of shares for cash consideration55,201-Share issue expenses(12,305)-New bank loans-58,551Repayment of bank loans(7,936)(76,146)Capital element of finance lease rental payments(254)(4)Net cash inflow/(outflow) from financing activities34,706(17,599)	Net cash inflow/(outflow) from investing activities		(46,923)	5,285
FINANCING ACTIVITIES29(b)Proceed from issue of shares for cash consideration55,201Share issue expenses(12,305)New bank loans-Share issue expenses(12,305)New bank loans-Capital element of bank loans(7,936)Capital element of finance lease rental payments(254)Net cash inflow/(outflow) from financing activities34,706	NET CASH INFLOW/(OUTFLOW) BEFORE			
Proceed from issue of shares for cash consideration55,201-Share issue expenses(12,305)-New bank loans-58,551Repayment of bank loans(7,936)(76,146)Capital element of finance lease rental payments(254)(4)Net cash inflow/(outflow) from financing activities34,706(17,599)	FINANCING ACTIVITIES		(16,126)	44,919
Share issue expenses(12,305)-New bank loans-58,551Repayment of bank loans(7,936)(76,146)Capital element of finance lease rental payments(254)(4)Net cash inflow/(outflow) from financing activities34,706(17,599)	FINANCING ACTIVITIES	29(b)		
New bank loans-58,551Repayment of bank loans(7,936)(76,146)Capital element of finance lease rental payments(254)(4)Net cash inflow/(outflow) from financing activities34,706(17,599)	Proceed from issue of shares for cash consideration		55,201	-
Repayment of bank loans(7,936)(76,146)Capital element of finance lease rental payments(254)(4)Net cash inflow/(outflow) from financing activities34,706(17,599)	Share issue expenses		(12,305)	-
Capital element of finance lease rental payments(254)(4)Net cash inflow/(outflow) from financing activities34,706(17,599)	New bank loans		-	58,551
Net cash inflow/(outflow) from financing activities 34,706 (17,599)	Repayment of bank loans		(7,936)	(76,146)
	Capital element of finance lease rental payments		(254)	(4)
INCREASE IN CASH AND CASH EQUIVALENTS 18,580 27,320	Net cash inflow/(outflow) from financing activities		34,706	(17,599)
	INCREASE IN CASH AND CASH EQUIVALENTS		18,580	27,320

KIU HUNG INTERNATIONAL HOLDINGS LIMITED Annual Report 2001

## **CONSOLIDATED CASH FLOW STATEMENT (continued)**

Year ended 31 December 2001

	Note	2001	2000
		HK\$′000	HK\$′000
INCREASE IN CASH AND CASH EQUIVALENTS		18,580	27,320
Cash and cash equivalents at beginning of year		23,702	(3,618)
CASH AND CASH EQUIVALENTS AT END OF YEAR		42,282	23,702
ANALYSIS OF BALANCES OF CASH AND			
CASH EQUIVALENTS			
Cash and bank balances		42,699	25,710
Trust receipt loans with original maturity of			
less than three months	23	(417)	(681)
Bank loans with original maturity of less than			
three months			(1,327)
		42,282	23,702

KIU HUNG INTERNATIONAL HOLDINGS LIMITED Annual Report 2001