

CONSOLIDATED CASH FLOW STATEMENT

For the year ended 31 December 2001

(Expressed in Hong Kong dollars)

	Note	2001 \$'000	2000 \$'000
Net cash outflow from operating activities	<i>26(a)</i>	(84,583)	(27,606)
Returns on investments and servicing of finance			
Interest received		3,674	3,474
Interest paid		(8,157)	(5,236)
Interest element of finance lease rentals paid		(33)	(191)
Net cash outflow from returns on investments and servicing of finance		(4,516)	(1,953)
Taxation			
Hong Kong profits tax paid		-	(687)
Purchase of Tax Reserve Certificates		(920)	-
Tax paid		(920)	(687)
Investing activities			
Pledged deposits with banks		63,628	-
Payment for purchase of fixed assets		(4,003)	(10,943)
Net proceeds from sales of fixed assets		411	8,564
Cash inflow/(outflow) for purchase of subsidiaries	<i>26(c)</i>	843	(1,128,619)
Net proceeds from disposal of a subsidiary	<i>26(d)</i>	350	-
Net cash inflow/(outflow) from investing activities		61,229	(1,130,998)
Net cash outflow before financing carried forward		(28,790)	(1,161,244)

The notes on pages 31 to 73 form part of these financial statements.

CONSOLIDATED CASH FLOW STATEMENT *(continued)*

For the year ended 31 December 2001

(Expressed in Hong Kong dollars)

	Note	2001 \$'000	2000 \$'000
Net cash outflow before financing brought forward		(28,790)	(1,161,244)
Financing	26(e)		
Shares issued under share option scheme		2,852	–
Issue of new shares		–	157,016
Proceeds from rights issue		–	1,138,993
Issue of convertible notes		77,923	9,000
New loans from banks and other financial institutions		35,769	3,796
Repayment of loans from banks and other financial institutions		(87,199)	(12,638)
Repayment of other loans		–	(83,235)
Expenses incurred in connection with rights issue		(91)	(28,718)
Capital element of finance lease rentals paid		(897)	(2,217)
Net cash inflow from financing		28,357	1,181,997
(Decrease)/increase in cash and cash equivalents		(433)	20,753
Effect of foreign exchange rates		31	(134)
Cash and cash equivalents at 1 January		8,784	(11,835)
Cash and cash equivalents at 31 December		8,382	8,784
Analysis of the balances of cash and cash equivalents			
Cash at bank and in hand		8,382	6,284
Deposits with banks maturing within three months from placement		–	2,500
		8,382	8,784

The notes on pages 31 to 73 form part of these financial statements.