

CONSOLIDATED CASH FLOW STATEMENT

Year ended 31 December 2001

| | Notes | 2001 HK\$'000 | 2000 HK\$'000 |
|--|-------|------------------|------------------|
| NET CASH OUTFLOW FROM OPERATING ACTIVITIES | | | |
| | 30(a) | (63,379) | (28,832) |
| RETURNS ON INVESTMENTS AND SERVICING OF FINANCE | | | |
| Interest received | | 6,791 | 6,552 |
| Interest paid | | (326) | (412) |
| Interest paid for a loan from a director | | – | (97) |
| Net cash inflow from returns on investments and servicing of finance | | 6,465 | 6,043 |
| TAX | | | |
| Overseas profits tax paid | | – | (890) |
| Tax paid | | – | (890) |
| INVESTING ACTIVITIES | | | |
| Purchases of fixed assets | | (15,267) | (3,811) |
| Proceeds from disposal of leasehold land and deposits paid for investment properties | | – | 37,240 |
| Acquisition of a business | 30(c) | (9,808) | – |
| Proceeds from disposal of subsidiaries | 30(d) | 21,193 | 18,000 |
| Investment in an associate | | (3,719) | – |
| Purchases of long term listed investments | | (11,212) | – |
| Subscription of exchangeable notes | | (75,560) | – |
| Increase in pledged time deposits | | (2,500) | – |
| Net cash inflow/(outflow) from investing activities | | (96,873) | 51,429 |
| NET CASH INFLOW/(OUTFLOW) BEFORE FINANCING ACTIVITIES – page 27 | | | |
| | | (153,787) | 27,750 |

(continued)

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| Year ended 31 December 2001 | | | |
|---|-------|------------------|------------------|
| | Note | 2001 HK\$'000 | 2000 HK\$'000 |
| NET CASH INFLOW/(OUTFLOW) BEFORE | | | |
| FINANCING ACTIVITIES – page 26 | | (153,787) | 27,750 |
| FINANCING ACTIVITIES | 30(b) | | |
| Proceeds from issue of ordinary shares | | 88,522 | 155,035 |
| Share issue expenses | | (1,774) | (2,418) |
| Repayment of bank loans | | – | (325) |
| Repayment of a loan from a director | | – | (4,843) |
| Net cash inflow from financing activities | | 86,748 | 147,449 |
| INCREASE/(DECREASE) IN CASH AND CASH | | | |
| EQUIVALENTS | | (67,039) | 175,199 |
| Cash and cash equivalents at beginning of year | | 197,587 | 22,388 |
| CASH AND CASH EQUIVALENTS AT END OF YEAR | | 130,548 | 197,587 |
| ANALYSIS OF BALANCES OF CASH AND | | | |
| CASH EQUIVALENTS | | | |
| Cash and bank balances | | 4,426 | 8,754 |
| Non-pledged time deposits with original maturity of | | | |
| less than three months when acquired | | 126,122 | 188,833 |
| | | 130,548 | 197,587 |