

CONSOLIDATED CASH FLOW STATEMENT

For the year ended December 31, 2001

	NOTES	2001 <i>HK\$'000</i>	2000 <i>HK\$'000</i>
NET CASH INFLOW FROM OPERATING ACTIVITIES	31	293,039	121,143
RETURNS ON INVESTMENTS AND SERVICING OF FINANCE			
Interest paid		(25,915)	(29,843)
Dividends paid to minority shareholders		(917)	(578)
Interest received		2,138	6,635
Dividends paid		–	(40,933)
NET CASH OUTFLOW FROM RETURNS ON INVESTMENTS AND SERVICING OF FINANCE		(24,694)	(64,719)
CASH OUTFLOW FROM TAXATION			
The People's Republic of China income tax paid		(36,777)	(12,497)
INVESTING ACTIVITIES			
Purchase of property, plant and equipment		(276,399)	(127,634)
Development costs incurred		(21,721)	(4,892)
Purchase of technical know-how		(3,170)	–
Proceeds from disposal of subsidiaries (net of cash and cash equivalents disposed of)	32	11,364	–
Repayment of loan receivables		7,433	4,676
Proceeds from disposal of property, plant and equipment		5,472	1,435
Purchase of utility rights for electricity and steam		–	(4,041)
Investment in an associate		–	(2,322)
Deposits paid for acquisition of property, plant and equipment		–	(1,548)
Cash outflow from dissolution of a subsidiary	33	–	(1,405)
NET CASH OUTFLOW FROM INVESTING ACTIVITIES		(277,021)	(135,731)
NET CASH OUTFLOW BEFORE FINANCING		(45,453)	(91,804)

CONSOLIDATED CASH FLOW STATEMENT

(cont'd)

For the year ended December 31, 2001

	<i>NOTES</i>	2001	2000
		<i>HK\$'000</i>	<i>HK\$'000</i>
FINANCING	34		
Bank loans raised		493,653	400,281
Loan from ultimate holding company		100,992	–
Repayment of bank and other loans		(492,714)	(388,631)
Capital contribution from minority shareholders		–	1,935
Proceeds from issue of shares for cash, net of expenses		–	71
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NET CASH INFLOW FROM FINANCING		101,931	13,656
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INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS		56,478	(78,148)
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CASH AND CASH EQUIVALENTS BROUGHT FORWARD		123,300	201,448
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CASH AND CASH EQUIVALENTS CARRIED FORWARD, REPRESENTED BY BANK BALANCES AND CASH		<u>179,778</u>	<u>123,300</u>