

Consolidated Cash Flow Statement

For the year ended 31st December 2002

(Expressed in Hong Kong Dollars)

	2002 \$'000	2001 \$'000
Operating activities		
Profit before taxation	739,487	646,321
Adjustments for:		
Share of results of associates	(3,429)	13,263
Interest income	(17,563)	(36,293)
Interest expenses	335,171	424,834
Provision for premium on redemption of convertible bonds	–	13,625
Dividends received from unlisted investments	(994)	(4,086)
Dividends received from listed investments	(70)	(74)
Profits on disposal of fixed assets	–	(26,099)
Allowance for doubtful debts	7,406	24,486
Depreciation on fixed assets	4,945	5,640
Amortisation on other assets	–	3,230
Other assets written off	–	3,395
Fitting-out works of investment and hotel properties written off	22,310	32,439
Impairment loss recognised in respect of other investments	19,389	36,622
Operating cash flows before movements in working capital	1,106,652	1,137,303
Decrease in inventories	5,919	1,221
Decrease in debtors, deposits and prepayments	44,831	169,463
Decrease in bills payables, creditors, deposits and accruals	(16,029)	(16,882)
Decrease in amounts due from associates	–	18,072
Cash generated from operations	1,141,373	1,309,177
Interest paid	(558,760)	(615,652)
Hong Kong Profits Tax paid	(77,245)	(75,809)
Hong Kong Profits Tax refunded	–	33
Other jurisdictions tax paid	(19,057)	(60,484)
Other jurisdictions tax refunded	295	–
Net cash from operating activities	486,606	557,265

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	Note	2002 \$'000	2001 \$'000
Investing activities			
Interest received		19,284	31,302
Dividends received from unlisted investments		994	7,303
Dividends received from listed investments		70	74
Dividends received from associates		150	4,934
Purchase of fixed assets		(935,638)	(1,356,715)
Proceeds on disposal of fixed assets		–	251,860
Acquisition of subsidiaries	24	(32,508)	(1,641,783)
Investments in associates		(8)	(1,559)
Advance to an associate		(9,992)	–
Capital return from other investment		3,900	11,699
Increase in other investments		(10,102)	(624)
Decrease in pledged deposits		90,804	8,742
Net cash used in investing activities		(873,046)	(2,684,767)
Financing activities			
Dividends paid to shareholders		(55,332)	(67,494)
Dividends paid to minority shareholders		–	(109)
Issue of shares		–	869
Share issue expenses		(41)	(66)
Change in equity holding and net repayment to minority shareholders		(15,907)	(242,125)
New bank loans raised		2,535,769	4,858,041
Repayments of bank loans		(2,158,149)	(1,022,756)
Redemption of convertible bonds		–	(1,204,136)
Net cash from financing activities		306,340	2,322,224
(Decrease) increase in cash and cash equivalents		(80,100)	194,722
Effect of foreign exchange rates changes		(9,916)	(17,644)
Cash and cash equivalents at the beginning of the year		709,394	532,316
Cash and cash equivalents at the end of the year		619,378	709,394
Analysis of the balance of cash and cash equivalents			
Cash and cash equivalent as previously reported		–	609,394
Effect of reclassification of short-term bank loans		–	100,000
Cash and cash equivalent as restated		619,378	709,394
Being:			
Bank balances and deposits		621,242	709,859
Bank overdrafts		(1,864)	(465)
		619,378	709,394