

Consolidated Cash Flow Statement

Year ended 31 December 2002

| | Notes | 2002 HK\$'000 | 2001 HK\$'000 |
|--|-------|------------------|------------------|
| CASH FLOWS FROM OPERATING ACTIVITIES | | | |
| Profit before tax | | 95,735 | 58,329 |
| Adjustments for: | | | |
| Depreciation | 6 | 22,616 | 16,761 |
| Dividend income from listed investments | 6 | (17) | (773) |
| Share of profit of a jointly-controlled entity | | (4,313) | (118) |
| Interest income | 6 | (6,505) | (11,009) |
| Interest income from listed investments | 6 | (1,087) | (11,822) |
| Interest expense | 7 | 17 | 1,967 |
| Loss on disposal of fixed assets | 6 | 80 | 385 |
| Loss on write off of fixed assets | 6 | – | 1,342 |
| Provision for impairment in value of land held for development | 6 | – | 16,786 |
| Deficit on revaluation of leasehold land and buildings | 6 | 4,867 | 9,175 |
| Deficit on revaluation of investment properties | 6 | 15,500 | 24,450 |
| Net holding loss on short term investments | 6 | – | 1,735 |
| Provision for impairment of long term investments | 6 | 2,110 | 1,769 |
| Gain on disposal of long term investments | 6 | (247) | (23,049) |
| Loss/(gain) on disposal of short term investments | 6 | 1,358 | (3,626) |
| Provision for doubtful debts | 6 | 3,850 | 9,111 |
| Exchange adjustments on consolidation of foreign subsidiaries | | 303 | 939 |
| Operating profit before working capital changes | | 134,267 | 92,352 |
| Proceeds from disposal of short term investments | | 3,097 | 25,131 |
| Increase in inventories | | (7,331) | (8,614) |
| Increase in trade receivables | | (80,575) | (62,719) |
| Increase in other receivables | | (3,136) | (7,957) |
| Increase in trade payables | | 29,924 | 11,917 |
| Increase in other payables and accruals | | 23,959 | 12,926 |
| Cash generated from operations | | 100,205 | 63,036 |
| Interest paid | | (17) | (2,405) |
| Hong Kong profits tax paid | | (3,534) | (263) |
| Overseas tax paid | | (24) | (333) |
| Net cash from operating activities | | 96,630 | 60,035 |

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Year ended 31 December 2002

| | Notes | 2002 HK\$'000 | 2001 HK\$'000 |
|---|-------|-------------------------|-------------------------|
| NET CASH FROM OPERATING ACTIVITIES | | | |
| | | 96,630 | 60,035 |
| CASH FLOWS FROM INVESTING ACTIVITIES | | | |
| Purchases of fixed assets | 14 | (29,572) | (34,541) |
| Purchases of long term investments | | (2,340) | (122,969) |
| Increase in long term deposits | | (45,443) | – |
| Repayment from a jointly-controlled entity | | 3,900 | 10,920 |
| Partial disposal of interest in a subsidiary | 32 | – | 54,064 |
| Proceeds from disposal of fixed assets | | 633 | 1,443 |
| Proceeds from disposal of long term investments | | 7,644 | 187,755 |
| Interest received | | 7,364 | 33,015 |
| Dividends from listed investments | | 17 | 773 |
| Net cash from/(used in) investing activities | | (57,797) | 130,460 |
| CASH FLOWS FROM FINANCING ACTIVITIES | | | |
| Proceeds from exercise of share options | | – | 3,122 |
| Capital returned | | – | (308,127) |
| New bank loans | | – | 237,900 |
| Repayment of bank loans | | – | (288,600) |
| Dividends paid | | (12,490) | (25,659) |
| Net cash used in financing activities | | (12,490) | (381,364) |
| NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS | | | |
| | | 26,343 | (190,869) |
| Cash and cash equivalents at beginning of year | | 100,670 | 291,539 |
| CASH AND CASH EQUIVALENTS AT END OF YEAR | | | |
| | | 127,013 | 100,670 |
| ANALYSIS OF BALANCES OF CASH AND CASH EQUIVALENTS | | | |
| Cash and bank balances | 25 | 69,628 | 70,949 |
| Time deposits with original maturities within three months | 25 | 57,385 | 29,721 |
| | | 127,013 | 100,670 |