

CONSOLIDATED CASH FLOW STATEMENT

For the year ended 31 December (HK\$'M)	2002	2001
Cash flows from operating activities		
Profit before taxation	33.1	72.0
Adjustments for:		
Impairment loss recognised in respect of properties held for sale	16.6	–
Impairment loss recognised in respect of investment securities	–	7.2
Impairment loss recognised in respect of other investments the underlying business of which is property development	2.5	19.2
Allowance for amount due from an associate	2.3	–
Interest and investment income	(11.4)	(30.6)
Interest paid on bank and other borrowings	24.2	31.0
Share of results of associates	9.7	30.7
Amortisation of goodwill	1.9	3.1
Amortisation of permanent textile quota entitlements	1.6	6.1
Amortisation of trademark	0.1	0.1
Depreciation and amortisation of other properties, plant and equipment	21.4	24.0
Release of negative goodwill	–	(0.4)
Translation reserve realised on cessation of operations outside Hong Kong	3.5	–
Loss on disposal of investments in securities	–	0.4
Gain on disposal of properties	(23.7)	–
(Gain) loss on disposal of other properties, plant and equipment	(0.1)	1.8
Gain on disposal of interest in a subsidiary	–	(40.5)
Gain on disposal of interest in an associate	–	(44.5)
Operating cash flows before movements in working capital	81.7	79.6
Decrease in inventories	1.4	2.4
Decrease in properties held for sale	145.0	–
(Increase) decrease in trade and other receivables and prepayments	(25.6)	47.6
Decrease (increase) in bills receivable	15.2	(17.0)
Increase in amounts due from associates	(12.0)	(4.4)
Decrease in trade and other payables	(9.4)	(5.8)
(Decrease) increase in provisions	(8.3)	3.1
Increase in bills payable	2.9	4.0
Decrease in amount due to an associate	(0.1)	–
Cash generated from operations	190.8	109.5
Interest and dividend income received	4.3	2.4
Interest paid on bank and other borrowings	(27.5)	(41.5)
Hong Kong Profits Tax paid	(11.1)	(14.5)
Tax (paid) refunded in other jurisdictions	(3.4)	6.6
Net cash from operating activities	153.1	62.5

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For the year ended 31 December (HK\$'M)	Note	2002	2001
Cash flows from investing activities			
(Advances to) repayment from associates		(135.5)	105.3
Development costs on properties under development incurred		(64.4)	(73.1)
Consideration paid for acquisition of additional interest in a subsidiary		(25.5)	(6.1)
Purchase of other properties, plant and equipment		(26.1)	(19.2)
Investments in securities		(11.6)	(13.5)
Increase in mortgage loans receivable		(1.9)	–
Consideration paid for acquisition of additional interest in an associate		(1.5)	–
Purchase of permanent textile quota entitlements		(1.0)	(2.3)
Proceeds from disposal of properties		37.3	–
Other interest received		0.8	2.0
Proceeds from disposal of other property, plant and equipment		0.6	1.2
Proceeds from disposal of an associate and redemption by the issuer of loan notes held by the Group		–	78.2
Proceeds from partial disposal of a former associate		–	70.9
Disposal of a subsidiary (net of cash and cash equivalents disposed of)	35	–	66.4
Proceeds from disposal of investments in securities		–	18.8
Net cash (used in) from investing activities		(228.8)	228.6
Cash flows from financing activities			
Bank and other loans raised		270.1	82.4
Capital contributed by a minority shareholder of a subsidiary		0.1	–
Repayment of bank loans		(161.0)	(311.7)
Dividend paid		(12.9)	–
Decrease in trust receipts and import loans		(0.6)	(57.2)
Net cash from (used in) financing activities		95.7	(286.5)
Increase in cash and cash equivalents		20.0	4.6
Cash and cash equivalents at beginning of the year		62.2	58.0
Effect of foreign exchange rate changes		1.0	(0.4)
Cash and cash equivalents at end of the year		83.2	62.2
Cash and cash equivalents as previously reported			61.3
Effect of reclassification of trust receipts and import loans			0.9
Cash and cash equivalents as restated			62.2
Analysis of the balances of cash and cash equivalents			
Bank balances and cash		90.4	71.1
Bank overdrafts		(7.2)	(8.9)
		83.2	62.2