

CONSOLIDATED CASH FLOW STATEMENT

For the year ended 31st December, 2002

	2002	2001
	<i>HK\$</i>	Restated
	<i>Million</i>	<i>HK\$</i>
		<i>Million</i>
Operating activities		
Operating profit	130.2	161.9
Depreciation	13.3	10.9
Dividend income from investment securities	(29.9)	(27.3)
Interest income	(9.0)	(32.3)
Exchange adjustment	—	(2.0)
	<hr/>	<hr/>
Operating profit before changes in working capital	104.6	111.2
Increase in deferred income	30.8	63.0
Decrease in employee benefits	0.4	—
Decrease in inventories	0.2	0.2
Decrease in debtors	1.4	17.9
Decrease in creditors	(5.6)	(2.8)
Increase/(decrease) in amounts due to fellow subsidiaries (net)	6.5	(1.2)
	<hr/>	<hr/>
Cash generated from operations	138.3	188.3
Interest received	9.1	32.2
Interest paid	—	(24.3)
Dividend received from associates	0.4	4.1
Dividend income from investment securities	29.9	27.9
Hong Kong profits tax paid	(21.7)	(115.9)
	<hr/>	<hr/>
Net cash inflow from operating activities	156.0	112.3
Investing activities		
Payments for the purchase of fixed assets	(67.5)	(28.6)
Net advances (to)/from associates	(96.4)	279.7
Payments for the purchase of investment securities	(305.6)	(91.5)
Proceeds from the sale of investment securities	472.5	16.7
	<hr/>	<hr/>
Net cash inflow from investing activities	3.0	176.3



CONSOLIDATED CASH FLOW STATEMENT (Cont'd)

For the year ended 31st December, 2002

	2002	2001
	<i>HK\$</i>	Restated
	<i>Million</i>	<i>HK\$</i>
		<i>Million</i>
Financing activities		
Repayment of short term bank loans	(400.9)	–
Proceeds from		
new short term bank loans	–	300.9
Dividends paid	(53.6)	(53.6)
	<hr/>	<hr/>
Net cash (outflow)/inflow from financing	(454.5)	247.3
	<hr/>	<hr/>
Net (decrease)/increase in cash and cash equivalents	(295.5)	535.9
Cash and cash equivalents at 1st January	868.3	332.4
	<hr/>	<hr/>
Cash and cash equivalents at 31st December	572.8	868.3
	<hr/>	<hr/>
Analysis of the balance of cash and cash equivalents		
Deposits and cash	572.8	868.3
	<hr/>	<hr/>

