

Consolidated Cash Flow Statement ►

YEAR ENDED 31 DECEMBER 2002

	2002 HK\$'000	2001 HK\$'000 (Restated)
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit/(loss) before tax	27,184	(59,463)
Adjustments for:		
Finance costs	4,011	4,230
Gain on disposal of interest in a jointly controlled entity	(6,164)	–
Write-back of impairment provision for a long term investment	(11,500)	–
Loss on disposal of a subsidiary	–	19,620
Provision for impairment in value of interest in a jointly controlled entity	–	2,000
Share of profits and losses of jointly controlled entities	(16,137)	(10,301)
Interest income	(2,123)	(1,641)
Dividend income from long term investment	(3,009)	(3,000)
Gain on disposal of properties	(550)	–
Depreciation	28,441	40,664
Amortisation of other intangible assets	2,568	2,723
Amortisation of goodwill	–	1,362
Negative goodwill recognised	–	(340)
Loss/(gain) on disposal of fixed assets	(30)	835
Fixed assets written off	43	6,432
Revaluation deficit of investment properties	859	8,000
Provisions/(write-back of provisions) against doubtful debts	(1,002)	6,233
Provisions for slow-moving and obsolete inventories	3,389	9,430
Operating profit before working capital changes	25,980	26,784
Decrease/(increase) in inventories	(6,261)	37,147
Decrease/(increase) in trade and bills receivables	(13,200)	26,549
Decrease/(increase) in prepayments and other receivables	(405)	2,296
Decrease/(increase) in amounts due from related companies	(31)	2,002
Decrease in amounts due from jointly controlled entities	3,892	5,485
Increase/(decrease) in trade and bills payables	9,498	(11,164)
Increase/(decrease) in accruals and other liabilities	412	(4,009)
Increase in amounts due to related companies	654	–
Cash generated from operations	20,539	85,090
Interest paid	(4,011)	(4,230)
Hong Kong profits tax paid	(389)	(785)
Overseas taxes paid	–	(1,484)
Net cash inflow/(outflow) from operating activities		
Continuing operations	15,829	81,168
Discontinuing operation	310	(2,577)
Total	16,139	78,591



Consolidated Cash Flow Statement

YEAR ENDED 31 DECEMBER 2002

Notes	2002 HK\$'000	2001 HK\$'000 (Restated)
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest received	2,123	1,641
Dividend received from a jointly controlled entity	–	5,000
Dividend received from long term investment	6,009	–
Purchases of fixed assets	(13,718)	(29,107)
Proceeds from disposal of fixed assets	57	3,234
Proceeds from disposal of properties	3,500	–
Proceeds from disposal of a jointly controlled entity	7,548	–
Additions to intangible assets	(2,343)	(2,612)
Disposal of a subsidiary	–	(3,818)
Reclassification of interests in a subsidiary to interests in jointly controlled entities	–	(19,341)
Net cash inflow/(outflow) from investing activities		
Continuing operations	3,143	(44,963)
Discontinuing operation	33	(40)
Total	3,176	(45,003)
CASH FLOWS FROM FINANCING ACTIVITIES		
Issue of convertible bonds	200,000	–
Issue of new shares	–	1,818
Additions/(repayment) of bank loans	17,353	(16,878)
Capital element of finance lease payments	–	(486)
Dividends paid to minority shareholders	(1,400)	(8,593)
Net cash inflow/(outflow) from financing activities		
Continuing operations	215,953	(24,139)
Discontinuing operation	–	–
Total	215,953	(24,139)
NET INCREASE IN CASH AND CASH EQUIVALENTS	235,268	9,449
Cash and cash equivalents at beginning of year	108,534	98,710
Effect of foreign exchange rate changes, net	–	375
CASH AND CASH EQUIVALENTS AT END OF YEAR	343,802	108,534
ANALYSIS OF BALANCES OF CASH AND CASH EQUIVALENTS		
Cash and bank balances	91,892	32,088
Time deposits with original maturity of less than three months when acquired	251,910	76,446
	343,802	108,534