

# Consolidated Cash Flow Statement

Year ended 31 December 2002

	Notes	2002 HK\$'000	2001 HK\$'000 (Restated)
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Profit before tax		495,817	404,624
Adjustments for:			
Finance costs	8	14,556	34,495
Share of losses of jointly-controlled entities		1,691	506
Depreciation	6	63,487	43,426
Provision for bad and doubtful debts	6	3,210	—
Interest income	6	(4,049)	(7,366)
Operating profit before working capital changes		574,712	475,685
Increase in inventories		(115,066)	(52,922)
Increase in trade receivables		(128,053)	(30,190)
Decrease in prepayments, deposits and other receivables		11,705	19,560
Increase/(decrease) in trade payables		14,209	(28,518)
Increase in other payables and accruals		27,590	60,103
Cash generated from operations		385,097	443,718
Interest received		4,049	7,366
Income taxes paid		(39,602)	(13,903)
Net cash inflow from operating activities		349,544	437,181
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Increase in deposits paid for acquisition of fixed assets		(31,761)	—
Purchases of fixed assets		(478,547)	(453,816)
Refund on costs of fixed assets	13	2,984	—
Capital contribution to jointly-controlled entities		—	(2,341)
Advances to jointly-controlled entities		(1,370)	(41,071)
Net cash outflow from investing activities		(508,694)	(497,228)

## Consolidated Cash Flow Statement (continued)

Year ended 31 December 2002

	Notes	2002 HK\$'000	2001 HK\$'000 (Restated)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Inception of new bank loans		554,635	902,705
Repayment of bank loans		(326,093)	(1,195,616)
Repayment to minority shareholders		(36,235)	(29,906)
Capital contribution from minority shareholders of subsidiaries		—	15,923
Proceeds from issue of share capital	23	—	326,400
Proceeds from placement of new shares	23	—	476,160
Proceeds from exercise of share options	23	84,730	7,150
Share issue expenses	23	—	(64,630)
Interest paid	8	(25,787)	(35,798)
Dividend paid		(59,789)	(19,200)
Dividends paid to minority shareholders		(10,739)	(7,477)
<b>Net cash inflow from financing activities</b>		<b>180,722</b>	<b>375,711</b>
<b>NET INCREASE IN CASH AND CASH EQUIVALENTS</b>		<b>21,572</b>	<b>315,664</b>
Cash and cash equivalents at beginning of year		411,395	95,731
<b>CASH AND CASH EQUIVALENTS AT END OF YEAR</b>		<b>432,967</b>	<b>411,395</b>
<b>ANALYSIS OF BALANCES OF CASH AND CASH EQUIVALENTS</b>			
Cash and bank balances	18	242,090	183,244
Non-pledged time deposits with original maturity of less than three months when acquired	18	190,877	166,597
Time deposits with original maturity of less than three months when acquired, pledged as security for banking facilities	18	—	61,554
		<b>432,967</b>	<b>411,395</b>