

Consolidated Cash Flow Statement

For The Year Ended December 31, 2002

	2002 HK\$ Million	2001 HK\$ Million Restated
Cash generated from operations (Note a)	5,557	4,595
Interest paid	(782)	(1,360)
Interest received	225	246
Dividends received from associates	3	14
Dividends received from investments in securities	155	78
Hong Kong profits tax paid	(451)	(490)
Overseas tax paid	(19)	(5)
Net cash inflow from operating activities	4,688	3,078
Investing activities		
Purchase of fixed assets	(2,028)	(1,945)
Additions to programming library	(91)	(113)
Purchase of subsidiaries (Note b)	–	(1,345)
Net decrease in investment in associates	129	59
Purchase of non-trading investments	(1,524)	(140)
Proceeds from sale of fixed assets	8	37
Uplift/(placement) of long term deposits	312	(468)
Placement of short term deposits	(468)	–
(Placement)/uplift of pledged deposits	(5)	693
Proceeds from disposals of associates	–	596
Net (advances to)/repayment from associates	(570)	938
Proceeds from sale of non-trading investments	1,069	695
Repayment from deferred debtors	24	37
Net cash outflow from investing activities	(3,144)	(956)
Financing		
Proceeds from issue of ordinary share capital	7	6
Net (repayment)/drawdown of long term loans	(638)	6,421
Net repayment of short term loans and overdrafts	(602)	(5,226)
Advances from minority interests	145	5
Dividends paid	(1,908)	(1,908)
Dividends paid to minority shareholders	(643)	(779)
Net cash outflow from financing	(3,639)	(1,481)
(Decrease)/increase in cash and cash equivalents	(2,095)	641
Effect of foreign exchange rates	–	(2)
Cash and cash equivalents at January 1	2,852	2,213
Cash and cash equivalents at December 31	757	2,852
Analysis of the balance of cash and cash equivalents		
Short-term deposits and cash	757	2,852
Reconciliation of cash and cash equivalents to deposits and cash as stated in the balance sheet		
Cash and cash equivalents per above	757	2,852
Long-term deposits maturing in 2003	468	–
Total deposits and cash	1,225	2,852

NOTES TO THE CONSOLIDATED CASH FLOW STATEMENT

a. Reconciliation of operating profit to cash generated from operations

	2002 <i>HK\$ Million</i>	2001 <i>HK\$ Million</i> Restated
Operating profit	5,341	5,052
Interest income	(166)	(246)
Dividends receivable from investments in securities	(155)	(76)
Depreciation	1,015	946
Amortisation	193	140
Loss on sale of fixed assets	6	19
Other net loss	29	290
Exchange adjustments	(24)	13
Decrease in properties held for sale	86	457
(Increase)/decrease in properties under development for sale	(202)	249
Decrease/(increase) in spare parts and consumables	30	(13)
Increase in listed debt securities	(33)	(514)
Decrease/(increase) in trade and other receivables	67	(188)
Decrease in trade and other payables	(555)	(1,652)
Increase in deferred items	(15)	–
(Decrease)/increase in other deferred liabilities	(60)	118
Cash generated from operations	5,557	4,595

b. Purchase of subsidiaries

	2002 <i>HK\$ Million</i>	2001 <i>HK\$ Million</i>
Net assets acquired		
Properties under development for sale	–	750
Associates	–	3
Minority interests	–	151
Goodwill	–	441
	–	1,345
Satisfied by:		
Cash consideration	–	1,345
Analysis of the net outflow of cash and cash equivalents in respect of the purchase of subsidiaries		
Cash consideration	–	1,345
Deposits and cash acquired	–	–
Net outflow of cash and cash equivalents in respect of the purchase of subsidiaries	–	1,345