

Consolidated Cash Flow Statement

FOR THE YEAR ENDED 31ST DECEMBER, 2002

| | Note | 2002 HK\$ | 2001 HK\$ |
|---|-------|---------------------|---------------------|
| Operating activities | | | |
| Net cash inflow generated from operations | 23(a) | 34,534,068 | 12,477,547 |
| Interest paid | | (2,694,000) | (1,025,458) |
| Hong Kong profits tax paid | | (864,228) | (1,143,475) |
| Net cash inflow generated from operating activities | | 30,975,840 | 10,308,614 |
| Investing activities | | | |
| Purchase of club debentures | | – | (1,231,360) |
| Purchase of fixed assets | | (528,200) | (8,628) |
| Purchase of investment securities | | (40,903,278) | (30,610,283) |
| Acquisition of interests in associated companies | | (4,402,500) | – |
| Redemption of share premium from an associated company | | – | 3,700,000 |
| Repayment of loan from an associated company | | – | 6,000,000 |
| Loans to associated companies | | (8,950,942) | (420,000) |
| Final distribution from liquidation of an associated company | | 157,653 | – |
| Proceeds on sale of investment securities | | 4,444,420 | 788,187 |
| Interest received | | 217,462 | 5,398,826 |
| Dividend received from investment securities | | 2,125,000 | 3,793,300 |
| Net cash outflow from investing securities | | (47,840,385) | (12,589,958) |
| Net cash outflow before financing | | (16,864,545) | (2,281,344) |
| Financing activities | | | |
| Exercise of warrants | 23(b) | 93,463 | – |
| Net cash inflow from financing | | 93,463 | – |
| Decrease in cash and cash equivalents | | (16,771,082) | (2,281,344) |
| Cash and cash equivalents at 1st January | | 21,290,828 | 23,572,172 |
| Cash and cash equivalents at 31st December | | 4,519,746 | 21,290,828 |
| Analysis of the balances of cash and cash equivalents: | | | |
| Bank balances and cash | | 4,625,947 | 22,166,964 |
| Bank overdraft | | (106,201) | (876,136) |
| | | 4,519,746 | 21,290,828 |