

# Consolidated Cash Flow Statement

Year ended 31st December, 2002

	Notes	2002 HK\$'000	2001 HK\$'000
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Loss before tax		(69,460)	(179,423)
Adjustments for:			
Finance costs	8	1,708	4,141
Share of profits and losses of associates		31,530	7,216
Share of profits and losses of jointly-controlled entities		2,113	2,658
Interest income	6	(78,536)	(82,784)
Loss on disposal of fixed assets	7	224	792
Depreciation	7	13,828	8,224
Amortisation of goodwill on acquisition of associates and a jointly-controlled entity	7	—	1,763
Loss on disposal of a long term investment	7	501	—
Gain on disposal of interests in associates		(532)	(3,855)
Loss on disposal of short term investments		285	65,853
Unrealised holding loss on short term investments	7	291	—
Write-back of provisions for bad and doubtful debts	7	(9,287)	(1,531)
Gain on recovery from the Holdback Funds and Earnout Funds in connection with the litigation relating to the disposal of Delta Hotels Limited	7	(12,096)	—
Write-back of overprovisions	7	(2,700)	—
Provision for bad and doubtful debts	7	1,549	1,119
Impairment of a long term investment	7	4,681	29,871
Impairment of an investment in an associate		—	3,168
Provision for an amount due from an associate	7	2,702	—
Impairment loss of self-produced and purchased programmes	7	6,661	—
Amortisation of self-produced and purchased programmes	7	5,934	—
Provision for an amount due from a jointly-controlled entity		6,530	—
Impairment of goodwill arising on acquisition of associates and a jointly-controlled entity		—	32,990
Write-off of deposits paid	7	—	3,412
Operating loss before working capital changes		(94,074)	(106,386)
Decrease in short term investments		458	95,947
Increase in self-produced and purchased programmes		(15,439)	(53,129)
Decrease in stocks		—	392
Decrease/(increase) in loan receivable		36,586	(39,134)
Decrease/(increase) in debtors and deposits		36,034	(28,687)
Increase/(decrease) in creditors and accruals		5,995	(12,340)
Cash consumed in operations		(30,440)	(143,337)
Overseas taxes paid		(231)	(421)
Net cash outflow from operating activities — page 30		(30,671)	(143,758)

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Year ended 31st December, 2002

	Notes	2002 HK\$'000	2001 HK\$'000
Net cash outflow from operating activities — page 29		(30,671)	(143,758)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Purchases of fixed assets	13	(26,083)	(60,153)
Acquisition of a jointly-controlled entity		—	(2,009)
Acquisition of associates		—	(8,125)
Acquisition of additional interests in an associate		—	(31,500)
Acquisition of long term investments		—	(5,000)
Proceeds from disposal of fixed assets		5	4,198
Proceeds from disposal of interests in associates		7,442	17,134
Proceeds from disposal of a long term investment		4,500	—
Withdrawal of time deposits with original maturity of not less than three months when acquired		—	1,740
Advances to associates		(2,427)	(673)
Loan to a jointly-controlled entity		(3,416)	(8,285)
Loans to associates		(78,932)	(32,095)
Repayment of amounts due from associates		460	—
Interest received		85,441	92,675
Decrease in cash held in trust		2,276	—
Net cash outflow from investing activities		<u>(10,734)</u>	<u>(32,093)</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Proceeds from issue of share capital	31	—	160,249
Share issue expenses	31	—	(2,629)
New bank loans		10,000	93,000
Loan from a director		8,000	—
Repayment of bank loans		(10,000)	(68,000)
Capital element of finance lease rental payments		(26)	(29)
Repayment to a minority shareholder		(244)	—
Interest paid		(1,284)	(1,964)
Dividend paid to a minority shareholder		(180)	—
Net cash inflow from financing activities		<u>6,266</u>	<u>180,627</u>
<b>NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS</b>			
		(35,139)	4,776
Cash and cash equivalents at beginning of year		<u>53,865</u>	<u>49,089</u>
<b>CASH AND CASH EQUIVALENTS AT END OF YEAR</b>		<u><b>18,726</b></u>	<u><b>53,865</b></u>
<b>ANALYSIS OF BALANCES OF CASH AND CASH EQUIVALENTS</b>			
Cash and cash equivalents	26	<u>18,726</u>	<u>53,865</u>