

# Consolidated Cash Flow Statement

For the year ended 31st December, 2002

ANNUAL REPORT 2002

	2002 HK\$'000	2001 HK\$'000 (Restated)
<b>Operating activities</b>		
Loss from operations	(26,467)	(68,817)
Adjustments for:		
Unrealised loss on trading securities	29,278	26,578
Impairment loss on investments in securities not held for trading	12,121	72,743
Write-off of interest in an associate	–	(31)
Interest income	(33,908)	(45,270)
Depreciation and amortisation expenses	72,950	74,973
Gain on disposal of property, plant and equipment	(3,142)	(1,558)
Loss on disposal of investments in securities not held for trading	6,087	–
Impairment loss in value recognised for property, plant and equipment	8,025	–
Adjustments to acquisition costs of property, plant and equipment	1,312	–
Reimbursement of operating expenses from a minority shareholder	(178)	–
Loan interest waived by a minority shareholder	(3,931)	–
Gain on disposal of intangible assets	(792)	–
Adjustments to acquisition costs of investment properties	996	1,023
Allowance for doubtful debts	7,484	9,519
Exchange difference	678	–
Operating cash flows before movements in working capital	70,513	69,160
Decrease in inventories	6,264	23,098
Decrease in properties under development for sale	19,883	75,003
(Increase) decrease in trade and other receivables	(2,402)	21,888
Decrease (increase) in amount due from an associate	173	(504)
Increase in amount due from investees	(41)	(976)
Decrease in investments in securities	19,934	23,451
(Decrease) increase in trade and other payables	(34,262)	45,165
Increase in amounts due to associates	–	157
(Decrease) increase in amounts due to minority shareholders	(5,092)	26,960
Increase (decrease) in amount due to an investee	378	(156)
Decrease in amount due to a related company	(4,083)	–
Cash generated from operations	71,265	283,246
Tax paid	(662)	(7,881)
<b>Net cash from operating activities</b>	<b>70,603</b>	<b>275,365</b>

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	2002 HK\$'000	2001 HK\$'000 (Restated)
<b>Investing activities</b>		
Interest received	2,594	8,053
Proceeds on disposal of property, plant and equipment	6,791	6,615
Proceeds on partial disposal of interest in an associate	5,101	–
Proceeds on disposal of intangible assets	25,830	–
Proceeds on disposal investments in securities not held for trading	17,320	–
Capital distribution from an associate	3,000	–
Additions to property, plant and equipment	(13,154)	(106,528)
Additions to intangible assets	(11,405)	(88,892)
Short-term deposit refunded	(17,822)	–
Acquisition of an associate	–	(2,925)
Additions to investment properties	(35)	(684)
Advances to associates	(960)	(3,358)
Loan repayment from associates	26,644	27,381
Additions to investment in other securities not held for trading	(16,547)	(46,464)
Decrease in bank and deposits pledged	727	19,115
Consideration paid for acquisition of additional interests in a subsidiary in last year	(8,829)	–
<b>Net cash from (used in) investing activities</b>	<b>19,255</b>	<b>(187,687)</b>
<b>Financing activities</b>		
Interest paid	(19,691)	(34,439)
Dividends paid	(17,839)	(22,961)
Net cash inflow from unsecured bank loans	–	26,512
New bank loans	107,679	9,429
Payment made to purchase own shares	(66,974)	(3,043)
Repayments of bank loans and finance lease	(109,234)	(955)
Repayment to a related company	–	(5,000)
Repayment to minority shareholders	(1,126)	(1,151)
<b>Net cash used in financing activities</b>	<b>(107,185)</b>	<b>(31,608)</b>
<b>Net (decrease) increase in cash and cash equivalents</b>	<b>(17,327)</b>	<b>56,070</b>
<b>Cash and cash equivalents at 1st January (Note)</b>	<b>220,119</b>	<b>162,779</b>
<b>Effect of foreign exchange rate change</b>	<b>39</b>	<b>1,270</b>
<b>Cash and cash equivalents at 31st December</b>	<b>202,831</b>	<b>220,119</b>
<b>Analysis of the balance of cash and cash equivalents</b>		
Bank balances and cash	202,977	220,144
Bank overdrafts	(146)	(25)
	<b>202,831</b>	<b>220,119</b>
Note:		
Cash and cash equivalent at 31st December, 2001 as previously reported		181,906
Effect on reclassification of short term borrowings maturing within 3 months from balance sheet date		38,213
As restated		<b>220,119</b>