

Consolidated Cash Flow Statement for the Year Ended 30th June, 2003

(Expressed in Hong Kong dollars)

	2003	2002
	\$000's	\$000's (restated)
OPERATING ACTIVITIES		
Operating profit	114,617	104,556
Adjustments for:		
– Depreciation	1,095	1,181
– Dividend income from other investments	(214)	(87)
– Interest income	(31,057)	(54,915)
– Gain on sales of other investments	(60)	(229)
– Net unrealised losses/(gains) on other investments carried at fair value	104	(536)
– Foreign exchange gains	(6,155)	(2,830)
OPERATING PROFIT BEFORE CHANGES IN WORKING CAPITAL	78,330	47,140
Increase in defined benefit asset	(2,105)	–
Increase in debtors, deposits and prepayments	(624)	(174)
(Decrease)/increase in creditors and accruals	(11,070)	6,875
Write back of provision for third party claims	(24,759)	(9,023)
Payment made for third party claims	(6,941)	(5,677)
CASH GENERATED FROM OPERATIONS	32,831	39,141
Tax paid		
– Hong Kong profits tax paid	(188)	(372)
– Overseas tax paid	(2,212)	(1,502)
NET CASH FROM OPERATING ACTIVITIES	30,431	37,267
INVESTING ACTIVITIES		
Purchase of fixed assets	(210,500)	(2,345)
Purchase of other investments	–	(3,508)
Sales of fixed assets	–	75
Sales of other investments	453	1,715
Dividends from jointly controlled entities	88,000	36,000
Dividends from other investments	214	87
Interest received	32,794	55,597
Repayment of loans by jointly controlled entities	26,000	345,942
NET CASH (USED IN)/GENERATED FROM INVESTING ACTIVITIES	(63,039)	433,563

Consolidated Cash Flow Statement for the Year Ended 30th June, 2003 (Continued)

(Expressed in Hong Kong dollars)

	2003	2002
	\$000's	\$000's (restated)
FINANCING ACTIVITIES		
Nominal value of shares repurchased	(293)	(324)
Premium paid on repurchase of shares	(7,112)	(10,541)
Unclaimed dividends forfeited	620	223
Dividends paid	<u>(891,717)</u>	<u>(132,831)</u>
NET CASH USED IN FINANCING ACTIVITIES	<u>(898,502)</u>	<u>(143,473)</u>
NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS	(931,110)	327,357
EFFECT OF FOREIGN EXCHANGE RATES	6,155	2,830
CASH AND CASH EQUIVALENTS BROUGHT FORWARD	<u>2,559,465</u>	<u>2,229,278</u>
CASH AND CASH EQUIVALENTS AT 30TH JUNE	<u><u>1,634,510</u></u>	<u><u>2,559,465</u></u>