

Consolidated Cash Flow Statement

for the year ended 30th June, 2003

	2003 HK\$'000	2002 HK\$'000
OPERATING ACTIVITIES		
Profit from operations	466,459	306,025
Adjustments for:		
Dividends from investments in securities	(56,806)	(35,131)
Depreciation and amortisation	73,538	83,149
Interest income	(28,701)	(24,269)
Gain on disposal of investments in securities	(12,815)	(2,285)
Unrealised holding (gain) loss on investments in securities	(63,104)	52,504
Impairment in value of investments in securities recognised	—	11,002
Impairment loss on property, plant and equipment recognised	14,318	60,260
Impairment loss on properties held for development recognised	6,404	—
Allowance for completed properties for sale	46,302	—
Allowances for doubtful debts	4,511	178
Loss on disposal of property, plant and equipment	1,269	7,154
Operating cash flows before movements in working capital	451,375	458,587
Decrease in instalments receivable	1,999	3,353
Decrease in inventories	1,617	8,621
Decrease in completed properties for sale	1,322	901
(Increase) decrease in debtors, deposits and prepayments	(19,317)	841
(Decrease) increase in creditors and accrued expenses	(16,154)	6,347
Cash generated from operations	420,842	478,650
Income taxes paid	(38,494)	(35,840)
Interest paid	(45,152)	(53,179)
Interest on finance leases paid	(70)	(226)
NET CASH GENERATED FROM OPERATING ACTIVITIES	337,126	389,405

Consolidated Cash Flow Statement (cont'd)

for the year ended 30th June, 2003

	Note	2003 HK\$'000	2002 HK\$'000
INVESTING ACTIVITIES			
Dividends received from associates and investments in securities		924,402	918,459
Proceeds from disposal of associates		263,027	44,254
Purchase of property, plant and equipment		(25,079)	(37,389)
Proceeds from disposal of property, plant and equipment		2,647	556
Payments to acquire investments in securities		(68,330)	(406,955)
Proceeds from disposal of investments in securities		128,080	41,283
Payments to acquire additional interest in associates		(7,572)	(130,650)
Repayment from (advance to) investee companies		3,745	(5,940)
Proceeds from disposal of a subsidiary (net of cash and cash equivalents disposed)	31	—	13,293
Decrease in pledged bank deposits		—	3,865
Proceeds from redemption of held-to-maturity securities		177,840	—
Interest received		39,170	19,592
NET CASH GENERATED FROM INVESTING ACTIVITIES		1,437,930	460,368
FINANCING			
Dividends paid to shareholders		(619,466)	(648,001)
Dividends paid to minority shareholders		(31,622)	(28,879)
Advance from (repayment to) a fellow subsidiary		39,945	(61,564)
Repayment to minority shareholders		(27,440)	(46,728)
Repayment to associates		(26,212)	(56,595)
Repayment of obligations under finance leases		(417)	(1,010)
New bank and other loans raised		53,153	600,000
Repayment of bank and other loans		(1,010,692)	(1,016,879)
NET CASH USED IN FINANCING		(1,622,751)	(1,259,656)
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS		152,305	(409,883)
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR		605,066	1,014,949
CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR		757,371	605,066
ANALYSIS OF BALANCES OF CASH AND CASH EQUIVALENTS			
Bank balances and cash		794,358	647,396
Bank overdrafts		(36,987)	(42,330)
		757,371	605,066