

Consolidated Cash Flow Statement

For the year ended 31 December 2003

(Expressed in Hong Kong dollars)

	2003		2002	
	\$'000	\$'000	\$'000	\$'000
Operating activities				
Profit from ordinary activities				
before taxation	123,312		94,865	
Adjustments for:				
- Dividend income from listed investments	(7,409)		(10,896)	
- Depreciation	17,123		18,869	
- Finance costs	4,842		5,288	
- Interest income	(14,610)		(14,927)	
- Share of profits less losses of associates	(60,405)		(61,607)	
- Share of profits of a jointly controlled entity	(10,457)		(9,234)	
- Net (gain)/loss on sale of fixed assets	(132)		334	
- Net loss on disposal of investments	432		—	
- Provision for impairment in value of investments	6,747		39,395	
Operating profit before changes in working capital	59,443		62,087	
Decrease/(increase) in inventories	85		(13)	
Increase in trade and other receivables	(15,620)		(28,655)	
Increase in trade and other payables	12,860		2,913	
Cash generated from operations	56,768		36,332	
Tax paid				
- Hong Kong profits tax paid	(11,058)		(16,531)	
Net cash from operating activities		45,710		19,801

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For the year ended 31 December 2003

(Expressed in Hong Kong dollars)

		2003		2002	
	Note	\$'000	\$'000	\$'000	\$'000
Investing activities					
Payments for the purchase of fixed assets		(4,200)		(3,708)	
Proceeds from sale of fixed assets		223		12	
Payments for the purchase of investments		(41,359)		—	
Proceeds from sale of investments		25,927		—	
Dividends received from listed investments		7,409		10,896	
Dividend received from a jointly controlled entity		5,000		5,552	
Interest received		3,037		4,899	
Interest paid		(7,335)		—	
Net advances to associates		—		(129,498)	
Repayment of loan to a jointly controlled entity		—		(14,502)	
Net cash used in investing activities			(11,298)		(126,349)
Financing activities					
Proceeds from issue of share option		50,000		—	
Proceeds from issue of convertible notes		—		250,000	
Other borrowing costs		(442)		(733)	
Dividends paid		(41,678)		(25,632)	
Dividends paid to minority shareholders		(13,200)		(11,970)	
Loan repaid by minority shareholder		—		4,800	
Net cash (used in)/received from financing activities			(5,320)		216,465
Net increase in cash and cash equivalents			29,092		109,917
Cash and cash equivalents at 1 January			<u>302,281</u>		<u>192,364</u>
Cash and cash equivalents at 31 December	19		<u><u>331,373</u></u>		<u><u>302,281</u></u>

The notes on pages 34 to 75 form part of these financial statements.