

Consolidated Cash Flow Statement



For the year ended 31st December, 2003

	Notes	2003 HK\$'000	2002 HK\$'000
CASH FLOWS FROM OPERATING ACTIVITIES			
(Loss)/profit before tax		(23,038)	22,519
Adjustments for:			
Finance costs	7	6,653	6,870
Share of profits and losses of associates		(2,275)	(8,417)
Share of profits and losses of jointly-controlled entities		276	1,171
Interest income	5	(2,276)	(3,012)
Depreciation	6,13	5,643	6,663
Goodwill amortisation	6	—	145
Negative goodwill recognised as income for the year	5	(950)	(444)
Gain on disposal of a subsidiary	5	—	(295)
Dividend from unlisted long term investments	5	(1,365)	(1,235)
Recovery of a long term investment previously written off	5	—	(1,038)
Provision for impairment of long term investments	6	—	1,091
Provision for impairment of properties held for sale	6	400	—
Loss/(gain) on short term investments	6	295	(407)
(Gain)/loss on disposal of property, plant and equipment	6	(533)	8
Operating (loss)/profit before working capital changes		(17,170)	23,619
Increase in due from related companies		(980)	(1,268)
Decrease in properties held for sale		10,936	21,669
(Increase)/decrease in properties under development held for sale		(23,147)	13,642
Decrease in inventories		951	322
(Increase)/decrease in trade receivables		(8,726)	5,654
Decrease/(increase) in other receivables		2,048	(9,048)
(Increase)/decrease in client trust bank balances		(1,491)	2,024
Decrease in amounts due to related companies		(451)	(192)
Decrease in trade payables, other payables and accruals		(6,479)	(49,188)
Cash (used in)/generated from operations		(44,509)	7,234
Interest paid		(6,653)	(6,870)
Overseas tax paid		(6,205)	(11,524)
Net cash outflow from operating activities (to page 35)		(57,367)	(11,160)

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	Notes	2003 HK\$'000	2002 HK\$'000
Net cash outflow from operating activities (from page 34)		<u>(57,367)</u>	<u>(11,160)</u>
CASH FLOWS FROM INVESTING ACTIVITIES			
Purchases of property, plant and equipment	13	(4,702)	(2,220)
Interest received		2,276	3,012
Disposal of short term investments		277	—
Purchase of additional interests in subsidiaries		(8,000)	(8,684)
Purchases of long term investments		(16,713)	—
Decrease in amounts due from associates		606	2,573
Increase in amounts due to jointly-controlled entities		2,969	1,483
Decrease/(increase) in other assets		307	(5)
Disposal of long term investments		3,063	—
Disposal of a subsidiary	33(a)	—	(1)
Decrease/(increase) in pledged bank balances and time deposits		1,046	(420)
Proceeds from disposal of property, plant and equipment		<u>68,660</u>	<u>45</u>
Net cash inflow/(outflow) from investing activities		<u>49,789</u>	<u>(4,217)</u>
CASH FLOWS FROM FINANCING ACTIVITIES			
(Repayments)/additions of interest-bearing bank borrowings		(48,028)	27,233
Repayments of non-interest-bearing other borrowings		—	(224)
Capital elements of finance lease payments		(131)	(307)
Advances from/(repayments to) minority shareholders		2,536	(22)
Capital reduction refunded to minority shareholders		(22,734)	—
Dividends paid to minority shareholders		(4,950)	—
Net cash (outflow)/inflow from financing activities		<u>(73,307)</u>	<u>26,680</u>
NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS			
		(80,885)	11,303
Cash and cash equivalents at beginning of year		111,190	96,495
Effect of foreign exchange rate changes, net		10,798	3,392
CASH AND CASH EQUIVALENTS AT THE END OF YEAR		<u>41,103</u>	<u>111,190</u>
ANALYSIS OF BALANCES OF CASH AND CASH EQUIVALENTS			
Bank and cash balances		53,846	123,410
Bank overdrafts		(12,743)	(12,220)
		<u>41,103</u>	<u>111,190</u>