

# Consolidated Cash Flow Statement

For the year ended December 31, 2003



	2003 HK\$'000	2002 HK\$'000
<b>Operating activities</b>		
Profit before taxation	233,600	117,259
Adjustments for:		
Finance costs	15,610	62,463
Interest income	(8,485)	(26,355)
Depreciation	538,599	504,258
Amortisation of programming library	95,152	152,861
Impairment loss on investments	–	72,870
Gain on disposal of listed investments	(99)	(469)
Impairment loss on property, plant and equipment	5,734	1,671
Loss on disposal of property, plant and equipment	7,593	198
<b>Operating profit before changes in working capital</b>	<b>887,704</b>	<b>884,756</b>
Decrease in inventories	5,772	16,020
(Increase)/decrease in accounts receivable from trade debtors	(22,574)	8,543
(Increase)/decrease in deposits, prepayments and other receivables	(54,780)	10,989
Decrease/(increase) in amounts due from fellow subsidiaries	4,744	(440)
(Decrease)/increase in amounts due to trade creditors	(2,721)	17,541
Increase/(decrease) in accrued expenses and other payables	54,489	(23,603)
Decrease in receipts in advance and customers' deposits	(140,821)	(6,529)
Increase in amounts due to fellow subsidiaries	3,848	3,927
(Decrease)/increase in amount due to immediate holding company	(232)	31
<b>Cash generated from operations</b>	<b>735,429</b>	<b>911,235</b>
Interest received	10,704	25,448
Interest paid	(15,690)	(62,382)
Hong Kong taxation paid	(10,890)	(10,904)
<b>Net cash from operating activities</b>	<b>719,553</b>	<b>863,397</b>
<b>Investing activities</b>		
Purchase of property, plant and equipment	(362,788)	(608,689)
Additions to programming library	(90,729)	(107,652)
Proceeds from sales of property, plant and equipment	7,982	4,333
Redemption/(placement) of deposits with financial institutions	468,000	(156,000)
Purchase of investments	–	(46,861)
Proceeds from disposal of investments	27,078	31,182
<b>Net cash generated from/(used in) investing activities</b>	<b>49,543</b>	<b>(883,687)</b>
<b>Financing activities</b>		
(Repayment of)/proceeds from bank loans	(386,299)	386,299
Proceeds from shares issued under share option scheme	–	17,273
Dividends paid	(60,578)	(80,639)
Redemption of convertible bonds	(300,000)	(1,500,000)
<b>Net cash used in financing activities</b>	<b>(746,877)</b>	<b>(1,177,067)</b>
<b>Net increase/(decrease) in cash and cash equivalents</b>	<b>22,219</b>	<b>(1,197,357)</b>
<b>Cash and cash equivalents at January 1</b>	<b>6,696</b>	<b>1,204,053</b>
<b>Cash and cash equivalents at December 31</b>	<b>28,915</b>	<b>6,696</b>

The notes on pages 37 to 64 form part of these accounts.