

Consolidated Cash Flow Statement

For The Year Ended December 31, 2003

	2003 <i>HK\$ Million</i>	2002 <i>HK\$ Million</i>
Cash generated from operations (Note a)	6,219	5,557
Interest paid	(574)	(782)
Interest received	161	225
Dividends received from associates	12	3
Dividends received from listed and unlisted investments	123	155
Hong Kong profits tax paid	(579)	(451)
Overseas tax paid	(4)	(19)
Net cash inflow from operating activities	5,358	4,688
Investing activities		
Purchase of fixed assets	(1,564)	(2,028)
Additions to programming library	(82)	(91)
Purchase of a subsidiary (Note b)	(6)	–
Net (increase)/decrease in investment in associates	(124)	129
Purchase of non-trading investments	(54)	(1,524)
Proceeds from sale of fixed assets	19	8
Uplift of long term deposits	–	312
Uplift/(placement) of short term deposits	468	(468)
Uplift/(placement) of pledged deposits	293	(5)
Net repayment from/(advance to) associates	1,756	(570)
Proceeds from sale of non-trading investments	333	1,069
Repayment from deferred debtors	14	24
Net cash inflow/(outflow) from investing activities	1,053	(3,144)
Financing activities		
Proceeds from issue of ordinary share capital	–	7
Net drawdown /(repayment) of long term loans	382	(638)
Net repayment of short term loans and overdrafts	(4,361)	(602)
Advances (to)/from minority interests	(10)	145
Dividends paid	(979)	(1,908)
Dividends paid to minority shareholders	(688)	(643)
Net cash outflow from financing activities	(5,656)	(3,639)
Increase/(decrease) in cash and cash equivalents	755	(2,095)
Cash and cash equivalents at January 1	757	2,852
Cash and cash equivalents at December 31	1,512	757
Analysis of the balance of cash and cash equivalents		
Deposits and cash	1,512	757
Reconciliation of cash and cash equivalents to deposits and cash		
Cash and cash equivalents per above	1,512	757
Long term deposits maturing in 2003	–	468
Total deposits and cash	1,512	1,225

NOTES TO THE CONSOLIDATED CASH FLOW STATEMENT

a. Reconciliation of operating profit to cash generated from operations

	2003 <i>HK\$ Million</i>	2002 <i>HK\$ Million</i>
Operating profit	5,050	5,341
Interest income	(131)	(166)
Dividends receivable from listed and unlisted investments	(123)	(155)
Depreciation	1,117	1,015
Amortisation	175	193
Loss on sale of fixed assets	12	6
Other net (profit)/loss	(33)	29
Exchange adjustments	–	(24)
Decrease in properties held for sale	50	86
Decrease/(increase) in properties under development for sale	78	(202)
Decrease in spare parts and consumables	3	30
Decrease/(increase) in investments in listed debt securities	525	(33)
Decrease in trade and other receivables	131	67
Decrease in trade and other payables	(633)	(555)
Increase in deferred items	(1)	(15)
Decrease in other deferred liabilities	(1)	(60)
Cash generated from operations	6,219	5,557

b. Purchase of a subsidiary

	2003 <i>HK\$ Million</i>	2002 <i>HK\$ Million</i>
Net assets acquired		
Trade and other payables	(16)	–
Minority interests	22	–
	6	–
Satisfied by:		
Cash consideration	6	–
Analysis of the net outflow of cash and cash equivalents in respect of the purchase of a subsidiary		
Cash consideration	6	–
Deposits and cash acquired	–	–
Net outflow of cash and cash equivalents in respect of the purchase of a subsidiary	6	–