

CONSOLIDATED CASH FLOW STATEMENT

For the year ended 31 December 2003
(Expressed in Hong Kong dollars)

	2003 \$'000	2002 \$'000
Operating activities		
(Loss)/profit from ordinary activities before taxation	(213,920)	58,861
Adjustments for:		
Depreciation	236,322	233,971
Amortisation of goodwill	–	660
Impairment losses recognised	129,098	8,594
Gain on partial disposal of an associate	(12)	–
Interest income	(7,111)	(22,189)
Loss on disposal of property, plant and equipment	–	30
Deficit arising on revaluation of investment property	70	70
Share of results of jointly controlled entities	64,833	10,624
Write-back of provision on regulatory matters	–	(47,212)
Provision for doubtful receivables	8,402	5,207
Operating profit before changes in working capital	217,682	248,616
(Increase)/decrease in trade receivables	(47,055)	1,659
Increase in transponder lease deposit	(87)	(252)
(Increase)/decrease in amount due from immediate holding company	(20)	20
Increase in deposits, prepayments and other receivables	(240)	(30,175)
Decrease in payables and accrued charges	(955)	(5,534)
Decrease in rentals received in advance	(13,789)	(8,379)
(Increase)/decrease in amounts due from jointly controlled entities	(12,731)	198
Decrease/(increase) in amount due from an associate	209	(209)
Decrease in deferred income	(22,286)	(22,286)
Decrease in deposits received	(1,582)	(4,109)
Cash generated from operations	119,146	179,549
Hong Kong profits tax paid	(9,541)	(7,422)
Overseas tax paid	(18,313)	(9,364)
Net cash from operating activities	91,292	162,763

CONSOLIDATED CASH FLOW STATEMENT (Continued)

For the year ended 31 December 2003
(Expressed in Hong Kong dollars)

	2003 \$'000	2002 \$'000
Investing activities		
Payment for purchase of property, plant and equipment	(763,454)	(1,091,362)
Payment for acquisition of a subsidiary	–	(4,421)
Proceeds from partial disposal of an associate	12	–
Proceeds from disposal of property, plant and equipment	1	5
Advances/loans to jointly controlled entities	(40,920)	(23,650)
Interest received	9,279	20,254
Decrease in pledged bank deposits	205,823	61,982
Net cash used in investing activities	(589,259)	(1,037,192)
Financing activities		
Interest paid	(3,681)	–
New bank borrowings	538,200	163,800
Repayment of bank borrowings	(317,682)	(61,986)
Dividends paid	–	(20,636)
Repurchase of shares	–	(307)
Proceeds from shares issued under the share option scheme	2,019	–
Net cash from financing activities	218,856	80,871
Net decrease in cash and cash equivalents	(279,111)	(793,558)
Cash and cash equivalents at 1 January	826,257	1,619,686
Effect of foreign exchange rates changes	(282)	129
Cash and cash equivalents at 31 December	546,864	826,257
Analysis of the balances of cash and cash equivalents:		
Deposits with banks and other financial institutions	539,916	812,709
Cash at bank and in hand	6,948	13,548
Cash and cash equivalents at the end of the year	546,864	826,257

The notes on pages 42 to 84 form part of these financial statements.