

Consolidated Cash Flow Statement

For the year ended 31 December 2003

(Expressed in Hong Kong dollars)

	Note	2003 \$'000	2002 \$'000
Operating Activities			
(Loss)/profit from ordinary activities before taxation		(7,296)	98,827
Adjustments for:			
Depreciation and amortization		93,846	89,526
Goodwill amortization		31,621	31,622
Loss on disposal of fixed assets		6,491	–
Interest income		(1,725)	(1,655)
Finance costs		26,436	34,642
Operating profit before changes in working capital		149,373	252,962
Increase in consumables		(6,889)	(676)
Decrease in trade and other receivables		71,390	35,618
Decrease in trade and other payables		(1,339)	(28,233)
(Decrease)/increase in provision for staff welfare		(4,440)	1,363
<i>Cash generated from operations</i>		208,095	261,034
PRC income tax paid		(30,921)	(15,799)
<i>Net cash from operating activities</i>		177,174	245,235
Investing Activities			
Interest received		1,725	1,655
Purchase of fixed assets		(2,244)	(5,218)
Proceeds from sales of fixed assets		1,552	–
Purchase of components for planned maintenance		–	(163,329)
Decrease in prepayment for planned maintenance		–	45,301
<i>Net cash from/(used in) investing activities</i>		1,033	(121,591)
Financing Activities			
Interest paid		(19,374)	(49,651)
Dividends paid		(14,922)	(12,435)
Dividends paid to minority shareholder		(14,592)	–
Repayment of promissory note		–	(6,720)
Proceeds from new bank loans		162,830	84,222
Repayment of bank loans		(168,445)	–
Repayment of other loans		(71,378)	(111,899)
<i>Net cash used in financing activities</i>		(125,881)	(96,483)
Net increase in cash and cash equivalents		52,326	27,161
Cash and cash equivalents at 1 January		167,937	140,776
Cash and cash equivalents at 31 December	19	220,263	167,937

The notes on pages 43 to 67 form part of these accounts.