

Consolidated Cash Flow Statement

For the Year Ended 31st December, 2003

	2003 <i>HK\$'000</i>	2002 <i>HK\$'000</i>
OPERATING ACTIVITIES		
(Loss) profit from operations	(1,751)	51,242
Adjustments for:		
Interest income	(3,579)	(4,179)
Dividend income	(279)	(744)
Unrealised (gain) loss on trading securities	(1,124)	1,437
Realised gain on other securities	(3,001)	–
Unrealised loss on other securities	–	782
Release of negative goodwill to income	(4,206)	(1,559)
Loss on disposal of an investment property	26,165	–
Depreciation of property, plant and equipment	1,659	3,206
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Operating cash flows before movements in working capital	13,884	50,185
Decrease (increase) in inventories	74	(76)
Decrease in properties for sale	–	70,653
Decrease (increase) in investments in trading securities	7,846	(3,526)
Decrease in trade and other receivables, deposits and prepayments	1,153	157
(Decrease) increase in trade and other payables and rental and other deposits received	(1,912)	8,699
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Cash generated from operations	21,045	126,092
Hong Kong Profits Tax paid	(6,569)	(2,326)
Interest received	3,579	4,179
Dividends received	279	744
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NET CASH GENERATED FROM OPERATING ACTIVITIES	18,334	128,689
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INVESTING ACTIVITIES		
Additions to investment properties	(3,477)	–
Additions to property, plant and equipment	(760)	(12,633)
Proceeds from disposal of an investment property	51,402	–
Proceeds from disposal of other securities	9,198	–
Expenditure on properties under development	(269,367)	(15,602)
Dividend received from an associate	1,100	–
Repayment from associates	2,800	6,300
Decrease in pledged bank deposits	2,734	2,757
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NET CASH USED IN INVESTING ACTIVITIES	(206,370)	(19,178)
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Consolidated Cash Flow Statement (Continued)

For the Year Ended 31st December, 2003

	2003 <i>HK\$'000</i>	2002 <i>HK\$'000</i>
FINANCING ACTIVITIES		
New bank loans raised	194,624	–
Repayment of bank loans	(943)	(46,509)
Repayment to a director	–	(52,286)
Interest paid	(3,307)	(5,526)
Expenses of issue of shares by a subsidiary	(46)	–
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NET CASH GENERATED FROM (USED IN) FINANCING ACTIVITIES	190,328	(104,321)
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NET INCREASE IN CASH AND CASH EQUIVALENTS	2,292	5,190
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CASH AND CASH EQUIVALENTS AT 1ST JANUARY	9,917	4,727
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CASH AND CASH EQUIVALENTS AT 31ST DECEMBER	12,209	9,917
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ANALYSIS OF THE BALANCES OF CASH AND CASH EQUIVALENTS		
Bank balances and cash	12,209	9,917
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