

Consolidated Cash Flow Statement

For the year ended 31 December 2003

	2003	2002
	HK\$'000	HK\$'000
OPERATING ACTIVITIES		
Profit before taxation	1,030,664	389,245
Adjustment for:		
Share of results of associates	(5,981)	22,749
Interest income	(13,372)	(11,336)
Interest expense	10,355	3,821
Depreciation	34,033	31,730
Dividend income	(647)	(360)
Gain on disposal of subsidiaries	(519,234)	(195,908)
Release of deferred gain on disposal of a subsidiary	(77,000)	–
Gain on disposal of associates	(133,209)	–
Gain on partial disposal of an associate	(2,677)	–
Gain on disposal of investments in securities	–	(592)
Realised holding loss on investment in securities	2,307	29
Unrealised holding loss (gain) on investment in securities	36	(623)
Amortisation of goodwill	3,940	3,033
Amortisation of intangible asset	373	–
Release of negative goodwill	(2,244)	(1,855)
Loss on disposal of property, plant and equipment	10,033	2,203
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Operating cost flows before movements in working capital	337,377	242,136
Decrease (increase) in stock of properties	37,687	(4,910)
(Increase) decrease in inventories	(11,346)	770
Decrease in trade and other receivables	(308,018)	(39,203)
Increase (decrease) in trade and other payables	76,472	(90,304)
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Cash used in operations	132,172	108,489
Interest paid	(41,480)	(43,512)
Overseas tax paid	(15,322)	(15,749)
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NET CASH USED IN OPERATING ACTIVITIES	75,370	49,228

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For the year ended 31 December 2003

	NOTES	2003 HK\$'000	2002 HK\$'000
INVESTING ACTIVITIES			
Interest received		12,552	9,739
Dividend received		647	360
Purchase of property, plant and equipment		(206,042)	(195,568)
Proceeds from sale of property, plant and equipment		7,255	2,676
Investment in an associate		(112,056)	(29,707)
Purchase of intangible asset		(10,035)	–
Purchase of investments in securities		(80,145)	(136,438)
Redemption of PRC bonds		187	–
Redemption of convertible bonds		66,000	–
Proceeds from disposal of other investments		10,913	1,568
Repayment from an associate		159,773	–
Repayment of (advances to) minority shareholders		30,030	(35,692)
Disposal of subsidiaries	31	14,842	79,556
Acquisition of an associate		–	(81,800)
Disposal of associates		93,545	–
Net cash outflow in respect of purchase of a subsidiary	32	(15,173)	(33,322)
Net cash outflow in respect of partial acquisition of a subsidiary		(994)	–
Net cash inflow in respect of partial disposal of subsidiaries		514,409	124,551
NET CASH USED IN INVESTING ACTIVITIES		485,708	(294,077)
FINANCING ACTIVITIES			
Dividends paid by subsidiaries to minority shareholders		(4,319)	(5,313)
Dividend paid to shareholders		(57,276)	(55,483)
Proceed from issue of shares		3,817	16,310
Net proceed from issue of convertible bonds		374,917	–
Proceed from issue of convertible note		–	125,000
New borrowings		26,887	20,186
Repayment of bank and other loans		(73,050)	–
Repayment to minority shareholders		(17,014)	–
(Decrease) increase in amount due from minority shareholders		23,792	49,563
NET CASH ACTIVITIES FROM FINANCING ACTIVITIES		277,754	150,263
INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS		838,832	(94,586)
CASH AND CASH EQUIVALENTS AT 1 JANUARY		470,641	565,438
EFFECT OF FOREIGN EXCHANGE RATE CHANGES		–	(211)
CASH AND CASH EQUIVALENTS AT 31 DECEMBER, represented by bank balances and cash		1,309,473	470,641