Cash (used in)/generated from operations (Note) (1,260.8) 910.0 Interest received 51.5 111.2 Interest received 51.5 111.2 Dividends received from listed securities 103.6 191.4 Dividends received from associates 116.6 14.2 Hong Kong profits tax paid (22.1) (13.0 Overseas profits tax paid (168.9) (820.2 Net cash (outflow)/inflow relating to operating activities (1,221.1) 304.5 Investing activities 156.2 442.5 Proceeds from disposal of non-trading equity securities 11.0 11.4 Increase in interest in a subsidiary - (1,016.1 Purchase of fixed assets (10.0 11.2 Purchase of fixed assets (10.0 11.2 Decrease/(increase) in deferred debtors 12.2 (58.7 Decrease/(increase) in deferred debtors 12.2 (58.7 Decrease/(increase) in deferred debtorm associates 2,208.9 388.6 Net cash inflow/(outflow) from investing activities 1,255.3 899.5 Ena		2004	2003
Interest received		HK\$ Million	HK\$ Million
Interest paid (41.0) (88.7	Cash (used in)/generated from operations (Note)	(1,260.8)	910.6
Dividends received from listed securities 103.6 191.4 Dividends received from associates 116.6 14.2 Hong Kong profits tax paid (22.1) (13.6 Overseas profits tax paid (820.2 Net cash (outflow)/inflow relating to operating activities (1,221.1) 304.5 Investing activities Troceeds from disposal of non-trading equity securities 156.2 442.5 Proceeds from disposal of fixed assets 10.0 11.4 Increase in interest in a subsidiary - (1,016.1 Purchase of non-trading equity securities (197.1) (112.2 Purchase of fixed assets (4.8 (12.2 Decrease/increase in interest in a subsidiary - (197.1) Purchase of fixed assets 2,208.9 388.6 Net cash inflow/(outflow) from investing activities </td <td>Interest received</td> <td>51.5</td> <td>111.2</td>	Interest received	51.5	111.2
Dividends received from associates	Interest paid	(41.0)	(88.7)
Hong Kong profits tax paid (22.1) (13.6) Overseas profits tax paid (168.9) (820.2) Net cash (outflow)/inflow relating to operating activities (1,221.1) 304.5 Investing activities Proceeds from disposal of non-trading equity securities 156.2 442.5 Proceeds from disposal of fixed assets 10.0 11.4 Increase in interest in a subsidiary - (1,016.1) Purchase of non-trading equity securities (197.1) (112.2 Purchase of fixed assets (4.8) (12.8 Decrease/(increase) in deferred debtors 12.2 (58.7 Decrease in net amounts due from associates 2,208.9 388.6 Net cash inflow/(outflow) from investing activities 2,185.4 (356.5 Financing activities 2,185.4 (356.5 Drawdown of long-term bank loans 1,255.3 899.5 Repayment of long-term bank loans (1,544.3) (1,932.5 Dividends paid to minority shareholders (144.9) (144.9 Dividends paid to minority shareholders (26.6) (48.5 Net cash outflow relating to financing activities (1,930.5) (259.7 Net decrease in cash and cash equivalents (966.2) (311.7 Cash and cash equivalents at 1 April 2,795.2 2,980.2 Cash and cash equivalents at 31 March 1,981.9 2,795.2 Cash and cash equivalents at 31 March 1,981.9 2,795.2 Cash and cash equivalents at 31 March 1,981.9 2,795.2 Cash and cash equivalents at 31 March 1,981.9 2,795.2 Cash and cash equivalents at 31 March 1,981.9 2,795.2 Cash and cash equivalents at 31 March 1,981.9 2,795.2 Cash and cash equivalents at 31 March 1,981.9 2,795.2 Cash and cash equivalents at 31 March 1,981.9 2,795.2 Cash and cash equivalents at 31 March 1,981.9 2,795.2 Cash and cash equivalents at 31 March 1,981.9 2,795.2 Cash and cash equivalents at 31 March 1,981.9 2,795.2 Cash and cash equivalents at 31 March 1,981.9 2,795.2 Cash and cash equivalents at 31 March 1,981.9 2,795.2 Cash and cash equivalents at 31 March 1,981.9	Dividends received from listed securities	103.6	191.4
Overseas profits tax paid (168.9) (820.2 Net cash (outflow)/inflow relating to operating activities (1,221.1) 304.9 Investing activities 7 (1,221.1) 304.9 Proceeds from disposal of non-trading equity securities 156.2 442.5 Proceeds from disposal of fixed assets 10.0 11.4 Increase in interest in a subsidiary - (1,016.1 Purchase of non-trading equity securities (197.1) (112.2 Purchase of fixed assets (4.8) (12.2 Decrease/(increase) in deferred debtors 12.2 (58.7 Decrease in net amounts due from associates 2,208.9 388.6 Net cash inflow/(outflow) from investing activities 2,185.4 (356.5 Financing activities 2,185.4 (356.5 Drawdown of long-term bank loans (1,544.3) (1,932.5 Net (repayment)/drawdown of short-term bank loans (1,470.0) 967.1 Dividends paid to sharcholders (144.9) (144.9) Dividends paid to sharcholders (140.9) (147.0) Okt cash outflow relating to financing activitie	Dividends received from associates	116.6	14.2
Net cash (outflow)/inflow relating to operating activities (1,221.1) 304.5 Investing activities Proceeds from disposal of non-trading equity securities 156.2 442.5 Proceeds from disposal of fixed assets 10.0 11.4 Increase in interest in a subsidiary - (1,016.1) Purchase of non-trading equity securities (197.1) (112.2) Purchase of fixed assets (4.8) (12.8) Decrease/(increase) in deferred debtors 12.2 (58.7) Decrease in net amounts due from associates 2,208.9 388.6 Net cash inflow/(outflow) from investing activities 2,185.4 (356.5) Financing activities - 1,255.3 899.5 Drawdown of long-term bank loans 1,255.3 899.5 Repayment of long-term bank loans (1,544.3) (1,932.5) Net (repayment)/drawdown of short-term bank loans (1,470.0) 967.1 Dividends paid to shareholders (144.9) (144.5) Dividends paid to minority shareholders (19.0) (259.7 Net cash outflow relating to financing activities (1,930.5) (259	Hong Kong profits tax paid	(22.1)	(13.6)
Investing activities Proceeds from disposal of non-trading equity securities 156.2 442.5	Overseas profits tax paid	(168.9)	(820.2)
Proceeds from disposal of non-trading equity securities 156.2 442.5 Proceeds from disposal of fixed assets 10.0 11.4 Increase in interest in a subsidiary - (1,016.1 Purchase of non-trading equity securities (197.1) (112.2 Purchase of fixed assets (4.8) (12.8 Decrease/(increase) in deferred debtors 12.2 (58.7 Decrease in net amounts due from associates 2,208.9 388.6 Net cash inflow/(outflow) from investing activities 2,185.4 (356.5 Financing activities 3 1,255.3 899.5 Proceeds from disposal of financing activities 1,255.3 899.5 Proceeds from disposal of financing activities 1,255.3 899.5 Proceeds from disposal of financing activities (1,544.3) (1,932.5) Net (repayment)/drawdown of short-term bank loans (1,470.0) 967.1 Dividends paid to shareholders (144.9) (144.5) Dividends paid to minority shareholders (26.6) (48.5) Net cash outflow relating to financing activities (1,930.5) (259.7	Net cash (outflow)/inflow relating to operating activities	(1,221.1)	304.9
Proceeds from disposal of fixed assets 10.0 11.4 Increase in interest in a subsidiary - (1,016.1) Purchase of non-trading equity securities (197.1) (112.2) Purchase of fixed assets (4.8) (12.8) Decrease/(increase) in deferred debtors 12.2 (58.7) Decrease in net amounts due from associates 2,208.9 388.6 Net cash inflow/(outflow) from investing activities 2,185.4 (356.5) Financing activities - - Drawdown of long-term bank loans 1,255.3 899.5 Repayment of long-term bank loans (1,544.3) (1,932.5) Net (repayment)/drawdown of short-term bank loans (1,470.0) 967.1 Dividends paid to shareholders (144.9) (144.5) Dividends paid to minority shareholders (26.6) (48.5) Net cash outflow relating to financing activities (26.6) (48.5) Net cash outflow relating to financing activities (1,930.5) (259.7) Net decrease in cash and cash equivalents (966.2) (311.7) Cash and cash equivalents at 1 April	Investing activities		
Increase in interest in a subsidiary	Proceeds from disposal of non-trading equity securities	156.2	442.9
Purchase of non-trading equity securities Purchase of fixed assets (4.8) (12.8 Decrease/(increase) in deferred debtors 12.2 (58.7 Decrease in net amounts due from associates Net cash inflow/(outflow) from investing activities Pinancing activities Drawdown of long-term bank loans Repayment of long-term bank loans Net (repayment)/drawdown of short-term bank loans Olividends paid to shareholders Net cash outflow relating to financing activities Net cash outflow relating to financing activities (1,930.5) (259.7 Net decrease in cash and cash equivalents Cash and cash equivalents at 1 April Effect of foreign exchange rate changes Cash and cash equivalents at 31 March Analysis of the balances of cash and cash equivalents at 31 March	Proceeds from disposal of fixed assets	10.0	11.4
Purchase of fixed assets (4.8) (12.8 Decrease/(increase) in deferred debtors 12.2 (58.7 Decrease in net amounts due from associates 2,208.9 388.6 Net cash inflow/(outflow) from investing activities 2,185.4 (356.5) Financing activities Drawdown of long-term bank loans 1,255.3 899.5 Repayment of long-term bank loans (1,544.3) (1,932.5) Net (repayment)/drawdown of short-term bank loans (1,470.0) 967.1 Dividends paid to shareholders (144.9) (144.5) Dividends paid to minority shareholders (26.6) (48.5) Net cash outflow relating to financing activities (1,930.5) (259.7) Net decrease in cash and cash equivalents (966.2) (311.7 Cash and cash equivalents at 1 April 2,795.2 2,980.3 Effect of foreign exchange rate changes 152.9 126.6 Cash and cash equivalents at 31 March 1,981.9 2,795.2 Analysis of the balances of cash and cash equivalents at 31 March	Increase in interest in a subsidiary	_	(1,016.1)
Decrease/(increase) in deferred debtors Decrease in net amounts due from associates 2,208.9 388.6 Net cash inflow/(outflow) from investing activities 2,185.4 (356.9 Financing activities Drawdown of long-term bank loans Repayment of long-term bank loans (1,544.3) Net (repayment)/drawdown of short-term bank loans (1,470.0) Dividends paid to shareholders (144.9) Dividends paid to minority shareholders (144.9) Net cash outflow relating to financing activities (1,930.5) Net decrease in cash and cash equivalents (26.6) (311.7 Cash and cash equivalents at 1 April 2,795.2 2,980.3 Effect of foreign exchange rate changes 152.9 126.6 Cash and cash equivalents at 31 March Analysis of the balances of cash and cash equivalents at 31 March	Purchase of non-trading equity securities	(197.1)	(112.2
Decrease in net amounts due from associates Net cash inflow/(outflow) from investing activities Financing activities Drawdown of long-term bank loans Repayment of long-term bank loans Net (repayment)/drawdown of short-term bank loans (1,544.3) Dividends paid to shareholders Dividends paid to minority shareholders (144.9) Net cash outflow relating to financing activities (1,930.5) Net decrease in cash and cash equivalents (26.6) (311.7) Cash and cash equivalents at 1 April 2,795.2 2,980.3 Effect of foreign exchange rate changes 152.9 126.6 Cash and cash equivalents at 31 March Analysis of the balances of cash and cash equivalents at 31 March	Purchase of fixed assets	(4.8)	(12.8
Net cash inflow/(outflow) from investing activities Financing activities Drawdown of long-term bank loans Repayment of long-term bank loans Net (repayment)/drawdown of short-term bank loans Net (repayment)/drawdown of short-term bank loans Olividends paid to shareholders Olividends paid to minority shareholders Net cash outflow relating to financing activities Net decrease in cash and cash equivalents Cash and cash equivalents at 1 April Effect of foreign exchange rate changes Cash and cash equivalents at 31 March Analysis of the balances of cash and cash equivalents at 31 March	Decrease/(increase) in deferred debtors	12.2	(58.7)
Financing activities Drawdown of long-term bank loans Repayment of long-term bank loans Net (repayment)/drawdown of short-term bank loans Dividends paid to shareholders Dividends paid to minority shareholders (144.9) Oket cash outflow relating to financing activities (1,930.5) Net decrease in cash and cash equivalents Cash and cash equivalents at 1 April Effect of foreign exchange rate changes Cash and cash equivalents at 31 March Analysis of the balances of cash and cash equivalents at 31 March	Decrease in net amounts due from associates	2,208.9	388.6
Drawdown of long-term bank loans Repayment of long-term bank loans Net (repayment)/drawdown of short-term bank loans Net (repayment)/drawdown of short-term bank loans Dividends paid to shareholders (144.9) Dividends paid to minority shareholders (26.6) Net cash outflow relating to financing activities (1,930.5) Cash and cash equivalents (966.2) Cash and cash equivalents at 1 April 2,795.2 2,980.3 Effect of foreign exchange rate changes Cash and cash equivalents at 31 March Analysis of the balances of cash and cash equivalents at 31 March	Net cash inflow/(outflow) from investing activities	2,185.4	(356.9)
Repayment of long-term bank loans Net (repayment)/drawdown of short-term bank loans Net (repayment)/drawdown of short-term bank loans Dividends paid to shareholders (144.9) Dividends paid to minority shareholders (26.6) Net cash outflow relating to financing activities (1,930.5) Cash and cash equivalents (966.2) Cash and cash equivalents at 1 April 2,795.2 2,980.3 Effect of foreign exchange rate changes 152.9 126.6 Cash and cash equivalents at 31 March Analysis of the balances of cash and cash equivalents at 31 March	Financing activities		
Net (repayment)/drawdown of short-term bank loans Dividends paid to shareholders Dividends paid to minority shareholders (26.6) Net cash outflow relating to financing activities (1,930.5) Net decrease in cash and cash equivalents Cash and cash equivalents at 1 April Effect of foreign exchange rate changes Cash and cash equivalents at 31 March Analysis of the balances of cash and cash equivalents at 31 March	Drawdown of long-term bank loans	1,255.3	899.5
Dividends paid to shareholders (144.9) (144.9) Dividends paid to minority shareholders (26.6) (48.9) Net cash outflow relating to financing activities (1,930.5) (259.7) Net decrease in cash and cash equivalents Cash and cash equivalents at 1 April Effect of foreign exchange rate changes Cash and cash equivalents at 31 March Analysis of the balances of cash and cash equivalents at 31 March	Repayment of long-term bank loans	(1,544.3)	(1,932.5)
Dividends paid to minority shareholders (26.6) (48.5) Net cash outflow relating to financing activities (1,930.5) (259.7) Net decrease in cash and cash equivalents Cash and cash equivalents at 1 April Effect of foreign exchange rate changes Cash and cash equivalents at 31 March 1,981.9 2,795.2 Analysis of the balances of cash and cash equivalents at 31 March	Net (repayment)/drawdown of short-term bank loans	(1,470.0)	967.1
Net cash outflow relating to financing activities (1,930.5) (259.7) Net decrease in cash and cash equivalents (311.7) Cash and cash equivalents at 1 April Effect of foreign exchange rate changes 152.9 Cash and cash equivalents at 31 March 1,981.9 2,795.2 Analysis of the balances of cash and cash equivalents at 31 March	Dividends paid to shareholders	(144.9)	(144.9
Net decrease in cash and cash equivalents Cash and cash equivalents at 1 April Effect of foreign exchange rate changes Cash and cash equivalents at 31 March 1,981.9 2,795.2 2,980.3 152.9 126.6 Analysis of the balances of cash and cash equivalents at 31 March	Dividends paid to minority shareholders	(26.6)	(48.9
Cash and cash equivalents at 1 April Effect of foreign exchange rate changes Cash and cash equivalents at 31 March 1,981.9 2,795.2 2,980.3 126.6 1,981.9 2,795.2 Analysis of the balances of cash and cash equivalents at 31 March	Net cash outflow relating to financing activities	(1,930.5)	(259.7)
Effect of foreign exchange rate changes Cash and cash equivalents at 31 March 1,981.9 2,795.2 Analysis of the balances of cash and cash equivalents at 31 March	Net decrease in cash and cash equivalents	(966.2)	(311.7)
Cash and cash equivalents at 31 March 1,981.9 2,795.2 Analysis of the balances of cash and cash equivalents at 31 March	Cash and cash equivalents at 1 April	2,795.2	2,980.3
Analysis of the balances of cash and cash equivalents at 31 March	Effect of foreign exchange rate changes	152.9	126.6
•	Cash and cash equivalents at 31 March	1,981.9	2,795.2
Bank balances and deposits 1,981.9 2,795.2	Analysis of the balances of cash and cash equivalents at 31 March		
	Bank balances and deposits	1,981.9	2,795.2

Note to the consolidated cash flow statement

Reconciliation of profit/(loss) before taxation to cash (used in)/generated from operations

	2004 HK\$ Million	2003 HK\$ Million
Profit/(loss) before taxation	1,219.4	(963.1)
Adjustments for:		
Share of profits less losses of associates	(712.5)	456.6
Interest income	(51.1)	(110.5)
Interest expenses	37.4	86.1
Depreciation	1.0	0.9
Dividend income from listed securities	(136.4)	(177.0)
Net (profit)/loss on disposal of non-trading equity securities	(10.0)	2.0
Impairment of non-trading equity securities	41.4	_
(Write back of provision)/provision for properties	(24.2)	1,159.4
Profit on disposal of fixed assets	(1.5)	(7.3)
Amortisation of negative goodwill	(63.8)	_
Exchange differences	51.2	66.1
Operating profit before working capital changes	350.9	513.2
Decrease/(increase) in short-term investments	22.2	(102.0)
Increase in properties under development for sale	(1,511.4)	(132.8)
Decrease in properties held for sale	259.3	558.0
Increase in trade and other receivables	(329.5)	(24.4)
Increase/(decrease) in net amounts due to fellow subsidiaries	19.4	(9.1)
(Decrease)/increase in trade and other payables	(71.7)	107.7
Cash (used in)/generated from operations	(1,260.8)	910.6