

CONSOLIDATED CASH FLOW STATEMENT

for the year ended 30 June 2004
(Expressed in United States dollars)

	Note	2004		2003	
		US\$'000	US\$'000	US\$'000	US\$'000
Operating activities					
Operating profit from ordinary activities		329,867		183,387	
Adjustments for:					
- Finance cost		3,901		5,863	
- Interest income		(40,630)		(49,210)	
- Dividend income		(17,084)		(19,614)	
- Depreciation		2,359		2,823	
- Amortisation of negative goodwill		(6,517)		(3,027)	
- (Surplus)/deficit on revaluation of investment properties		(13,074)		74,531	
- Impairment loss write back on properties		(10,687)		(11,449)	
- Provision write back on amount due from a jointly controlled entity		(1,100)		(1,875)	
- Profit on disposal of subsidiaries		(10,973)		(18,013)	
- Profit on disposal of an associate		(37,579)		—	
- Net profit on disposal of investment properties		(1,090)		—	
- Impairment loss on investment securities		23,879		—	
- Share of profits less losses of associates		(47,645)		(40,199)	
- Share of profits less losses of jointly controlled entities		—		(24)	
- Net loss/(profit) on disposal of fixed assets		69		(94)	
Operating profit before changes in working capital		173,696		123,099	
Decrease in other assets		20,740		26,792	
(Increase)/decrease in other investments in securities		(308,220)		1,260,189	
Decrease in development properties		105,173		4,453	
Decrease in properties held for sale		3,029		5,453	
Increase/(decrease) in other payables and provisions		25,547		(26,117)	
Increase in insurance funds		135		498	
Cash generated from operations		20,100		1,394,367	
Interest received		40,337		48,138	
Dividend received on equity investment		17,084		19,614	
Tax paid					
- Hong Kong Profits Tax paid		(486)		(240)	
- Hong Kong Profits Tax refunded		—		57	
Overseas tax (paid)/refunded		(7,128)		3,141	
Net cash from operating activities			69,907		1,465,077

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Investing activities					
Purchase of interest in associates		(5,087)		(21,520)	
Purchase of interest in investment securities		(9,543)		—	
Cash acquired from purchase of subsidiaries, net of payment made	33(b)	—		1,495	
Net repayment from associates		4,229		7,725	
Net (advance to)/repayment from jointly controlled entities		(3,195)		2,070	
Purchase of fixed assets		(1,519)		(1,913)	
Proceeds from sale of investment securities		—		123	
Proceeds from disposal of fixed assets		123		541	
Proceeds from disposal of investment properties		3,580		—	
Proceeds from disposal of interest in subsidiaries	33(d)	8,768		35,264	
Dividends received from associates		10,844		8,582	
Net cash from investing activities			8,200		32,367
Financing activities					
New issue of ordinary shares		4,818		8,160	
Capital injection by minority shareholders		303		24,463	
Repayment of bank loans		(75,617)		(155,184)	
Drawing of/(repayment of) other borrowings		32,014		(42,549)	
Interest paid		(16,851)		(24,551)	
Dividends paid to minority shareholders		(8,314)		(4,634)	
Dividends paid		(46,570)		(45,946)	
Net cash used in financing activities			(110,217)		(240,241)
Net (decrease)/increase in cash and cash equivalents			(32,110)		1,257,203
Cash and cash equivalents at 1 July	25		2,932,952		1,675,898
Effect of foreign exchange rates			(4,188)		(149)
Cash and cash equivalents at 30 June	25		2,896,654		2,932,952

The notes on pages 44 to 90 form part of these financial statements.