

Consolidated Cash Flow Statement for the Year Ended 30th June, 2004

(Expressed in Hong Kong dollars)

	2004	2003
	\$000's	\$000's (restated)
OPERATING ACTIVITIES		
Operating profit	100,665	114,617
Adjustments for:		
– Depreciation	1,036	1,095
– Dividend income from other investments	(370)	(214)
– Interest income	(14,545)	(31,057)
– Gain on disposal of other investments	(500)	(60)
– Net unrealised (gains)/losses on other investments carried at fair value	(1,192)	104
– Foreign exchange gain	(3,190)	(6,155)
OPERATING PROFIT BEFORE CHANGES IN WORKING CAPITAL	81,904	78,330
Decrease/(increase) in defined benefit asset	465	(2,105)
Decrease/(increase) in debtors, deposits and prepayments	130	(624)
Increase/(decrease) in creditors and accruals	1,989	(11,070)
Write back of provision for third party claims	(4,669)	(24,759)
Payment made for third party claims	(431)	(6,941)
CASH GENERATED FROM OPERATIONS	79,388	32,831
Tax paid		
– Hong Kong profits tax paid	(341)	(188)
– Overseas tax paid	(4,239)	(2,212)
NET CASH FROM OPERATING ACTIVITIES	74,808	30,431
INVESTING ACTIVITIES		
Purchase of fixed assets	(30,498)	(210,500)
Purchase of other investments	(9,507)	–
Sales of other investments	3,910	453
Dividends from jointly controlled entities	121,200	88,000
Dividends from other investments	370	214
Interest received	14,663	32,794
Repayment of loans by jointly controlled entities	15,249	26,000
NET CASH GENERATED FROM/(USED IN) INVESTING ACTIVITIES	115,387	(63,039)

Consolidated Cash Flow Statement for the Year Ended 30th June, 2004 (Continued)

(Expressed in Hong Kong dollars)

	2004	2003
	\$000's	\$000's (restated)
FINANCING ACTIVITIES		
Nominal value of shares repurchased	–	(293)
Premium paid on repurchase of shares	–	(7,112)
Unclaimed dividends forfeited	692	620
Dividends paid	<u>(91,188)</u>	<u>(891,717)</u>
NET CASH USED IN FINANCING ACTIVITIES	<u>(90,496)</u>	<u>(898,502)</u>
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS	99,699	(931,110)
EFFECT OF FOREIGN EXCHANGE RATES	3,190	6,155
CASH AND CASH EQUIVALENTS BROUGHT FORWARD	1,634,510	2,559,465
CASH AND CASH EQUIVALENTS AT 30TH JUNE	<u>1,737,399</u>	<u>1,634,510</u>