

CONSOLIDATED CASH FLOW STATEMENT

For the year ended 31st December, 2004

	Note	2004 HK\$'000	2003 HK\$'000
Operating activities			
(Loss) profit from operations		(91,591)	89,564
Adjustments for:			
Impairment losses on other non-current assets		191,032	32,800
Depreciation and amortisation expenses		42,434	45,344
Property, plant and equipment written off		16,089	–
Increase in provision		12,870	–
Allowance for doubtful debts		2,004	1,672
Net unrealised gain on trading securities		(26,650)	(873)
Interest income		(20,654)	(9,236)
Impairment loss on goodwill		14,581	–
(Gain) loss on disposal of property, plant and equipment		(7,442)	9,031
Exchange difference		(889)	(360)
Transfer fee for club debenture written off		–	1,600
Loan waived by a minority shareholder		–	(1,875)
Operating cash flows before movements in working capital		131,784	167,667
Increase in inventories		(17,957)	(3,857)
Decrease (increase) in trade and other receivables		3,113	(129,394)
Decrease (increase) in amount due from an associate		1,946	(3,704)
Increase in amounts due from investees		(8,060)	(1,264)
(Increase) decrease in investments in trading securities		(151,766)	67,343
Increase in trade and other payables		26,473	53,105
Decrease in amounts due to minority shareholders		(23,879)	(3,663)
Increase (decrease) in amount due to an investee		77	(378)
Cash (used in) generated from operations		(38,269)	145,855
Tax paid		(2,728)	(4,131)
Tax refund		3,372	–
Net cash (used in) generated from operating activities		(37,625)	141,724
Investing activities			
Proceeds on disposal of subsidiaries	11(c)	75,793	–
Loan repayment from associates		53,027	39,042
Deposit received for disposal of land		33,213	–
Repayment from a former subsidiary		33,124	–
Proceeds on disposal of property, plant and equipment		12,010	261
Interest received		8,950	2,832
Decrease (increase) in bank and other deposits pledged		4,907	(9,331)
Increase in long term loan receivable		(160,943)	–
Additions to intangible assets		(63,451)	(97,540)
Additions to investments in securities not held for trading		(34,123)	(14,885)
Additions to property, plant and equipment		(30,006)	(12,363)
Additions to investment properties		(29,388)	(5,130)
Deposit paid for acquisition of investment properties		(4,725)	–
Purchase of club debenture		–	(4,520)
Acquisition of investments in an associate		–	(282)
Advances to associates		–	(200)
Net cash used in investing activities		(101,612)	(102,116)

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Financing activities		
New bank loans	575,793	366,422
Advance from the holding company of a minority shareholders of a former subsidiary	492,875	–
Repayments of bank borrowings	(423,632)	(372,691)
Repayment of loan from a minority shareholder	(224,259)	–
Dividends paid	(37,828)	(17,737)
Interest paid	(11,520)	(8,377)
Payment made to purchase own shares	(246)	(1,008)
Net cash generated from (used in) financing activities	371,183	(33,391)
Net increase in cash and cash equivalents	231,946	6,217
Cash and cash equivalents at 1st January	208,658	202,831
Effect of foreign exchange rate change	(1,262)	(390)
Cash and cash equivalents at 31st December	439,342	208,658
Analysis of the balance of cash and cash equivalents		
Bank balances and cash	439,342	208,658