

Consolidated Cash Flow Statement

For the year ended 31 December 2004

	2004	2003
	HK\$'000	<i>HK\$'000</i>
		(Restated)
OPERATING ACTIVITIES		
Profit before taxation	505,274	805,247
Adjustment for:		
Share of results of associates	(26,482)	(5,981)
Interest income	(16,461)	(13,372)
Interest expense	26,243	10,355
Dividend income	–	(647)
Gain on disposal of subsidiaries	(90,705)	(293,817)
Impairment loss recognised in respect of investments in securities	25,000	–
Loss on deemed disposal arising from dilution of interest in a subsidiary	3,266	–
Loss on deemed disposal arising from dilution of interest in an associate	432	–
Gain on disposal of associates	–	(133,209)
Release of deferred gain on disposal of a subsidiary	–	(77,000)
Gain on partial disposal of an associate	–	(2,677)
Amortisation of direct issuance costs of guaranteed senior notes	1,270	–
Amortisation of goodwill	4,090	3,940
Amortisation of intangible asset	502	373
Amortisation of premium payable on redemption of convertible bonds	6,972	–
Release of negative goodwill	(2,479)	(2,244)
Depreciation and amortisation of property, plant and equipment	52,386	34,033
(Gain) loss on disposal of property, plant and equipment	(123)	10,033
Holding loss on investments in securities	–	2,307
Unrealised holding (gain) loss on investments in securities	(754)	36
Unrealised holding gain on commodity derivatives	(907)	–
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Operating cash flows before movements in working capital	487,524	337,377
(Increase) decrease in stock of properties	(449,846)	37,687
Decrease (increase) in inventories	14,767	(11,346)
Decrease (increase) in trade and other receivables	253,050	(308,018)
Decrease in trade and other payables	(2,050)	(9,651)
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Cash generated from operations	303,445	46,049
Interest paid	(61,217)	(41,480)
Income taxes paid	(21,071)	(15,322)
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NET CASH FROM (USED IN) OPERATING ACTIVITIES	221,157	(10,753)

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For the year ended 31 December 2004

	Notes	2004 HK\$'000	2003 HK\$'000 (Restated)
INVESTING ACTIVITIES			
Purchase of property, plant and equipment		(487,373)	(206,042)
Investment in associates		(299,334)	(112,056)
Acquisition of additional interest in subsidiaries		(1,151)	(994)
Acquisition of subsidiaries (net of cash and cash equivalents acquired)	31	635,592	(15,173)
Proceeds from partial disposal of interests in subsidiaries		157,685	600,532
Repayment from an associate		75,000	159,773
Disposal of subsidiaries (net of cash and cash equivalents disposed of)	32	52,475	14,842
Proceeds from redemption of unlisted debt securities		50,000	–
Interest received		16,461	12,552
Advances to minority shareholders		11,246	30,030
Proceeds from disposal of investments in securities		11,068	10,913
Proceeds from disposal of property, plant and equipment		10,253	7,255
Purchase of investments in securities		–	(80,145)
Purchase of intangible asset		–	(10,035)
Disposal of associates		–	93,545
Redemption of convertible bonds		–	66,000
Dividend received		–	647
Redemption of PRC bonds		–	187
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NET CASH FROM INVESTING ACTIVITIES		231,922	571,831
FINANCING ACTIVITIES			
Net proceeds from issue of guaranteed senior notes		1,523,440	–
New bank and other loans raised		382,086	26,887
Capital contributions from minority shareholders of subsidiaries		50,630	–
Proceeds from issue of shares		23,210	3,817
Dividends paid		(92,241)	(57,276)
Repayment of exchangeable notes		(62,500)	–
Dividends paid to minority shareholders of subsidiaries		(31,782)	(4,319)
Repayment to minority shareholders		(5,964)	(17,014)
Net proceeds from issue of convertible bonds		–	374,917
Decrease in amount due from minority shareholders		–	23,792
Repayment of bank and other loans		–	(73,050)
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NET CASH FROM FINANCING ACTIVITIES		1,786,879	277,754
INCREASE IN CASH AND CASH EQUIVALENTS		2,239,958	838,832
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE YEAR		1,309,473	470,641
EFFECT OF FOREIGN EXCHANGE RATE CHANGES		(3,175)	–
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CASH AND CASH EQUIVALENTS AT END OF THE YEAR, REPRESENTING BANK BALANCES AND CASH		3,546,256	1,309,473