

Consolidated Cash Flow Statement

For the year ended 31st December, 2004

	Notes	2004 HK\$'000	2003 HK\$'000
CASH FLOWS FROM OPERATING ACTIVITIES			
Loss before tax		(43,128)	(23,038)
Adjustments for:			
Finance costs	6	3,972	6,653
Share of profits and losses of associates		(2,576)	(2,275)
Share of profits and losses of jointly-controlled entities		567	276
Interest income	4	(1,324)	(2,276)
Depreciation	5, 12	2,605	5,643
Negative goodwill recognised			
as income for the year	4	(335)	(950)
Loss on disposal of a jointly-controlled entity	5	7,351	–
Loss on disposal of long term investments	5	10,482	–
Dividend from unlisted long term investments	4	(858)	(1,365)
Gain on capital distribution from unlisted long term investment	4	(6,040)	–
Write back of impairment loss of long term investments		(642)	–
Provision for impairment of properties held for sale	5	–	400
Loss on short term investments	5	501	295
Gain on disposal of property, plant and equipment	5	(79)	(533)
Operating loss before working capital changes		(29,504)	(17,170)
Increase in due from related companies		(708)	(980)
Decrease in properties held for sale		28,174	10,936
Increase in properties under development held for sale		(2,146)	(23,147)
Decrease in inventories		132	951
Decrease/(increase) in trade receivables		6,740	(8,726)
Decrease in other receivables		6,140	2,048
Decrease/(increase) in client trust bank balances		889	(1,491)
Increase/(decrease) in amounts due to related companies		107	(451)
Decrease in trade payables, other payables and accruals		(13,897)	(6,479)
Cash used in operations		(4,073)	(44,509)
Interest paid		(3,972)	(6,653)
Overseas tax paid		(3,428)	(6,205)
Net cash outflow from operating activities (to page 35)		(11,473)	(57,367)

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For the year ended 31st December, 2004

	Notes	2004 HK\$'000	2003 HK\$'000
Net cash outflow from operating activities (from page 34)		(11,473)	(57,367)
CASH FLOWS FROM INVESTING ACTIVITIES			
Interest received		1,324	2,276
Capital distribution from unlisted long term investment		9,649	–
Proceeds from disposal of long term investments		7,790	3,063
Proceeds from disposal of short term investments		11	277
Proceeds from disposal of property, plant and equipment		79	68,660
Purchase of additional interests in an associate		(21,114)	–
Purchase of additional interests in subsidiaries		–	(8,000)
Purchases of long term investments		(149)	(16,713)
Purchases of short term investments		(2,902)	–
Purchases of property, plant and equipment	12	(672)	(4,702)
Decrease in amounts due from associates		274	606
Increase in amounts due to jointly-controlled entities		4,448	2,969
Decrease in other assets		–	307
Decrease in pledged bank balances and time deposits		2,406	1,046
Net cash inflow from investing activities		1,144	49,789
CASH FLOWS FROM FINANCING ACTIVITIES			
Additions/(repayment) of interest-bearing bank borrowings		5,000	(48,028)
Capital elements of finance lease payments		–	(131)
Advances from minority shareholders		55	2,536
Capital reduction refunded to minority shareholders		–	(22,734)
Dividends paid to minority shareholders		–	(4,950)
Net cash inflow/(outflow) from financing activities		5,055	(73,307)
NET DECREASE IN CASH AND CASH EQUIVALENTS		(5,274)	(80,885)
Cash and cash equivalents at beginning of year		41,103	111,190
Effect of foreign exchange rate changes, net		791	10,798
CASH AND CASH EQUIVALENTS AT END OF YEAR		36,620	41,103
ANALYSIS OF BALANCES OF CASH AND CASH EQUIVALENTS			
Bank and cash balances		66,091	53,846
Bank overdrafts		(29,471)	(12,743)
		36,620	41,103