

Consolidated Cash Flow Statement

Year ended 31 December 2004

	Notes	2004 HK\$'000	2003 HK\$'000
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit before tax		989,292	636,254
Adjustments for:			
Finance costs	8	28,029	23,873
Share of losses of jointly-controlled entities		1,479	2,244
Loss/(gain) on disposal of fixed assets	6	4,124	(424)
Depreciation	6	122,144	88,767
Goodwill amortisation	6	677	338
Interest income	4	(3,835)	(1,720)
Operating profit before working capital changes		1,141,910	749,332
Increase in inventories		(275,446)	(108,478)
Increase in trade receivables		(326,078)	(77,800)
Increase in prepayments, deposits and other receivables		(37,764)	(30,200)
Increase in trade payables		30,455	32,245
Increase in other payables and accruals		219,992	30,590
Cash generated from operations		753,069	595,689
Interest received		3,835	1,720
Hong Kong profits tax paid		—	(35)
Overseas taxes paid		(50,999)	(60,638)
Net cash inflow from operating activities		705,905	536,736
CASH FLOWS FROM INVESTING ACTIVITIES			
Deposits paid for acquisition of fixed assets		(97,188)	(10,742)
Purchases of fixed assets		(1,263,441)	(671,142)
Proceeds from disposal of fixed assets		1,692	7,784
Acquisition of a subsidiary	29	(93,387)	(46,506)
Investment in a jointly-controlled entity		(59,288)	—
Repayments from/(advances to) jointly-controlled entities		1,603	(5,971)
Net cash outflow from investing activities		(1,510,009)	(726,577)

Consolidated Cash Flow Statement (continued)

Year ended 31 December 2004

	Notes	2004 HK\$'000	2003 HK\$'000
CASH FLOWS FROM FINANCING ACTIVITIES			
Related fees paid for the banking facilities granted	17	—	(10,850)
Inception of new bank loans		685,677	1,022,980
Repayment of bank loans		(211,105)	(456,015)
Inception of other loans		11,215	—
Repayment of other loans		(20,247)	(31,403)
Advances from/(repayments to) minority shareholders		38,776	(6,537)
Capital contribution from minority shareholders of subsidiaries		—	33,347
Proceeds from exercise of share options	26	122,616	88,158
Proceeds from exercise of warrants	26	15	—
Proceeds from public offer and share placement	26	855,000	—
Share issue expenses	26	(25,189)	—
Interest paid	8	(41,185)	(35,161)
Dividends paid		(104,399)	(79,144)
Dividends paid to minority shareholders		—	(32,430)
Net cash inflow from financing activities		1,311,174	492,945
NET INCREASE IN CASH AND CASH EQUIVALENTS		507,070	303,104
Cash and cash equivalents at beginning of year		736,071	432,967
CASH AND CASH EQUIVALENTS AT END OF YEAR		1,243,141	736,071
ANALYSIS OF BALANCES OF CASH AND CASH EQUIVALENTS			
Cash and bank balances	20	755,979	658,481
Non-pledged time deposits with original maturity of less than three months when acquired	20	487,162	77,590
		1,243,141	736,071