

Consolidated Cash Flow Statement

For the year ended 31 March, 2005

	2005 HK\$ million	2004 HK\$ million
OPERATING ACTIVITIES		
(Loss) profit from operations	(96.9)	176.1
Adjustments for:		
Interest income	(7.9)	(8.7)
Commitment fee for subscription of convertible redeemable participating junior preference shares	(5.3)	—
Dividends from convertible redeemable participating junior preference shares	(8.7)	—
Dividends from unlisted investments	(1.1)	(1.9)
Dividends from listed investments	(0.5)	(1.0)
Loss on disposal of investment property	6.5	—
Revaluation increase on investment property	—	(17.0)
Revaluation increase on land and buildings	(3.0)	(0.5)
Net unrealised holding loss (gain) on other investments	0.8	(2.9)
Depreciation on property, plant and equipment	30.2	38.2
Amortisation of site establishment expenditure	4.5	3.8
Loss (gain) on disposal of property, plant and equipment	1.3	(2.4)
Write-off of site establishment expenditure	—	0.4
Impairment loss on property, plant and equipment	7.6	—
Net realised gain on disposal of other investments	—	(37.9)
Release of negative goodwill	(0.2)	(0.1)
Decrease in defined benefit liabilities	(13.4)	(1.0)
Operating cash flows before movements in working capital	(86.1)	145.1
Decrease (increase) in inventories	24.6	(4.4)
Decrease (increase) in properties held for sale	1.6	(1.9)
Decrease in property under development	—	452.8
Decrease in debtors, deposits and prepayments	93.6	12.5
Decrease in amounts due from customers for contract work	24.5	122.8
(Increase) decrease in amounts due from related companies	(0.3)	0.2
Decrease in amount due from an associate	—	0.5
(Increase) decrease in amounts due from jointly controlled entities	(152.2)	35.9
(Decrease) increase in creditors and accrued charges	(43.4)	98.9
Increase in amounts due to customers for contract work	94.8	18.6
Increase (decrease) in amounts due to jointly controlled entities	4.7	(3.6)
Decrease in amounts due to related companies	(0.1)	—
Cash (used in) from operations	(38.3)	877.4
Hong Kong Profits Tax paid	(1.8)	(2.9)
Hong Kong Profits Tax refunded	—	0.2
Income tax of other regions in the People's Republic of China (the "PRC") refunded	—	0.1
NET CASH (USED IN) FROM OPERATING ACTIVITIES	(40.1)	874.8
INVESTING ACTIVITIES		
Net cash outflow arising from disposal of subsidiaries	(478.4)	—
Investment in convertible redeemable participating junior preference shares	(243.6)	—
Deposits paid for investment	(75.5)	—
Additions to property under development	(43.6)	(547.1)
Investments in jointly controlled entities	(50.3)	(112.4)
Advance to jointly controlled entities	(26.9)	(8.6)
Purchase of property, plant and equipment	(6.8)	(16.7)
Site establishment costs expended	(0.6)	(5.5)
Purchases of investment securities	(0.4)	—
Decrease (increase) in pledged bank deposit	527.8	(527.8)
Proceeds on sales of investment property	133.5	—
Amount repaid from an associate	130.0	—
Dividends received from jointly controlled entities	129.6	29.7
Dividends received from convertible redeemable participating junior preference shares	8.7	—
Interest received	7.9	8.7
Proceeds from sale of property, plant and equipment	7.9	8.7
Commitment fee received for subscription of convertible redeemable participating junior preference shares	5.3	—
Dividends received from unlisted investments	1.1	1.9
Dividends received from listed investments	0.5	1.0
Proceeds on disposal of investments in securities	—	150.8
NET CASH (USED IN) FROM INVESTING ACTIVITIES	26.2	(1,017.3)

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For the year ended 31 March, 2005

	2005 HK\$ million	2004 HK\$ million
FINANCING ACTIVITIES		
New bank loans raised	223.4	293.8
Net proceeds received on issue of shares	10.0	27.0
Repayments of bank loans	(102.9)	(122.7)
Interest paid	(16.4)	(18.4)
Other borrowing costs paid	—	(0.8)
Net cash inflow (outflow) from minority interests	5.4	(0.4)
Dividends paid	(154.5)	—
Dividends paid to minority shareholders	(1.5)	—
NET CASH (USED IN) FROM FINANCING ACTIVITIES	(36.5)	178.5
NET (DECREASE) INCREASE IN CASH AND CASH EQUIVALENTS	(50.4)	36.0
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR	110.1	72.3
EFFECT OF FOREIGN EXCHANGE RATE CHANGES	(1.4)	1.8
CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR	58.3	110.1
ANALYSIS OF THE BALANCES OF CASH AND CASH EQUIVALENTS		
Bank balances, deposits and cash	58.4	111.0
Bank overdrafts	(0.1)	(0.9)
	58.3	110.1