

## CONSOLIDATED CASH FLOW STATEMENT

For the year ended 30th June, 2005

	2005 HK\$	2004 HK\$
<b>OPERATING ACTIVITIES</b>		
Profit before taxation	<b>139,400,839</b>	120,098,683
Adjustments for:		
Results attributable to associates	<b>(103,359,165)</b>	(90,620,823)
Depreciation of property, plant and equipment	<b>3,733,765</b>	3,045,031
Amortisation of loan arrangement fees	<b>1,966,875</b>	1,031,250
Finance income	<b>(1,618,902)</b>	(375,557)
Finance costs	<b>21,799,073</b>	22,769,475
Loss on disposal of property, plant and equipment	<b>367,884</b>	–
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Operating cash flows before movements in working capital	<b>62,290,369</b>	55,948,059
Decrease in hotel inventories	<b>89,643</b>	192,706
Increase in investments in securities	<b>(4,517,955)</b>	–
Increase in trade and other receivables	<b>(2,000,066)</b>	(3,153,249)
Increase (decrease) in trade and other payables	<b>2,191,921</b>	(294,398)
Decrease in amount due to an associate	<b>(5,723)</b>	(55,722)
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Cash generated from operations	<b>58,048,189</b>	52,637,396
Hong Kong Profits Tax paid	<b>(825,806)</b>	(864,156)
Hong Kong Profits Tax refunded	<b>–</b>	46,143
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<b>NET CASH FROM OPERATING ACTIVITIES</b>	<b>57,222,383</b>	51,819,383
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<b>INVESTING ACTIVITIES</b>		
Purchase of property, plant and equipment	<b>(6,333,285)</b>	(2,611,896)
Increase in amounts due from associates	<b>(2,859,702)</b>	(4,580,314)
Increase in pledged fixed deposit	<b>(12,815)</b>	(4,252)
Finance income received	<b>1,618,902</b>	375,557
Dividend received from associates	<b>–</b>	50,000
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<b>NET CASH USED IN INVESTING ACTIVITIES</b>	<b>(7,586,900)</b>	(6,770,905)
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## CONSOLIDATED CASH FLOW STATEMENT (Continued)

For the year ended 30th June, 2005

	2005 HK\$	2004 HK\$
<b>FINANCING ACTIVITIES</b>		
Repayment of loans and advances	(739,704,980)	(155,076,473)
Interests paid	(18,078,570)	(22,915,126)
Loan arrangement fees paid	(4,200,000)	–
Dividend paid	(2,008,130)	(1,857,133)
Finance charges paid	(288,037)	(282,263)
Share issue expenses	(339,903)	(206,794)
New loans raised	700,000,000	150,000,000
Advance from an associate	3,272,476	3,711,068
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<b>NET CASH USED IN FINANCING ACTIVITIES</b>	<b>(61,347,144)</b>	<b>(26,626,721)</b>
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<b>NET (DECREASE) INCREASE IN CASH AND CASH EQUIVALENTS</b>	<b>(11,711,661)</b>	<b>18,421,757</b>
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<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF THE YEAR</b>	<b>34,982,060</b>	<b>16,560,303</b>
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<b>CASH AND CASH EQUIVALENTS AT END OF THE YEAR</b>	<b>23,270,399</b>	<b>34,982,060</b>
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<b>ANALYSIS OF THE BALANCES OF CASH AND CASH EQUIVALENTS</b>		
Bank balances and cash	23,270,399	35,236,746
Bank overdrafts	–	(254,686)
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	<b>23,270,399</b>	<b>34,982,060</b>
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