

Consolidated Cash Flow Statement for the Year Ended 30th June, 2005

(Expressed in Hong Kong dollars)

	2005	2004
	\$000's	\$000's
OPERATING ACTIVITIES		
Operating profit	77,000	100,665
Adjustments for:		
– Depreciation	1,041	1,036
– Dividend income from other investments	(490)	(370)
– Interest income	(32,667)	(14,545)
– Gain on disposal of other investments	–	(500)
– Net unrealised gains on other investments carried at fair value	(985)	(1,192)
– Loss on disposal of fixed assets	4	–
– Foreign exchange loss/(gain)	4,119	(3,190)
	<u>48,022</u>	<u>81,904</u>
OPERATING PROFIT BEFORE CHANGES IN WORKING CAPITAL	48,022	81,904
Decrease in defined benefit asset	496	465
(Increase)/decrease in debtors, deposits and prepayments	(222)	130
(Decrease)/increase in creditors and accruals	(9,872)	1,989
Write back of provision for third party claims	(1,903)	(4,669)
Payment made for third party claims	(97)	(431)
	<u>36,424</u>	<u>79,388</u>
CASH GENERATED FROM OPERATIONS	36,424	79,388
Tax paid		
– Hong Kong Profits Tax paid	(2,993)	(341)
– Overseas tax paid	(5,188)	(4,239)
	<u>28,243</u>	<u>74,808</u>
NET CASH FROM OPERATING ACTIVITIES	28,243	74,808
INVESTING ACTIVITIES		
Purchase of fixed assets	(10,450)	(30,498)
Proceeds from sale of fixed assets	1	–
Purchase of other investments	–	(9,507)
Sales of other investments	–	3,910
Dividends from jointly controlled entities	28,800	121,200
Dividends from other investments	490	370
Interest received	31,549	14,663
Repayment of loans by jointly controlled entities	16,350	15,249
	<u>66,740</u>	<u>115,387</u>
NET CASH GENERATED FROM INVESTING ACTIVITIES	66,740	115,387

Consolidated Cash Flow Statement for the Year Ended 30th June, 2005 (Continued)

(Expressed in Hong Kong dollars)

	2005	2004
	\$000's	\$000's
FINANCING ACTIVITIES		
Unclaimed dividends forfeited	454	692
Dividends paid	(127,665)	(91,188)
NET CASH USED IN FINANCING ACTIVITIES	<u>(127,211)</u>	<u>(90,496)</u>
NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS	(32,228)	99,699
EFFECT OF FOREIGN EXCHANGE RATES	(4,119)	3,190
CASH AND CASH EQUIVALENTS BROUGHT FORWARD	1,737,399	1,634,510
CASH AND CASH EQUIVALENTS AT 30TH JUNE	<u>1,701,052</u>	<u>1,737,399</u>
ANALYSIS OF THE BALANCES OF CASH AND CASH EQUIVALENTS		
Deposits with banks	1,686,628	1,713,747
Cash at bank and in hand	14,424	23,652
	<u>1,701,052</u>	<u>1,737,399</u>