

# Consolidated Cash Flow Statement

For the year ended December 31, 2005

	Note	2005 HK\$'000	2004 HK\$'000
<b>Operating activities</b>			
Profit before taxation		282,056	297,002
Adjustments for:			
Finance costs	5	134	238
Interest income	5	(3,335)	(24)
Dividend received from investment in equity securities	5	(3,833)	–
Depreciation	5	480,589	532,113
Amortisation of programming library	5	79,624	92,860
Impairment loss on investment in equity securities	5	1,500	–
Impairment loss on property, plant and equipment	5	6,585	3,824
Gain on disposal of property, plant and equipment	6	(804)	(1,499)
<b>Operating profit before changes in working capital</b>		<b>842,516</b>	924,514
Decrease in inventories		10,383	9,135
Increase in accounts receivable from trade debtors		(31,284)	(6,183)
Increase in deposits, prepayments and other receivables		(33,001)	(29,967)
(Increase)/decrease in amounts due from fellow subsidiaries		(11,253)	2,037
(Decrease)/increase in amounts due to trade creditors		(15,995)	32,336
Increase/(decrease) in accrued expenses and other payables		29,623	(12,492)
Decrease in receipts in advance and customers' deposits		(7,192)	(21,189)
Increase in amounts due to fellow subsidiaries		8,364	10,966
Net change in amount due from/(to) immediate holding company		403	(620)
<b>Cash generated from operations</b>		<b>792,564</b>	908,537
Interest received		3,213	24
Interest paid		(134)	(238)
Hong Kong profits tax paid		(11,586)	(131,639)
Overseas tax paid		(126)	(59)
<b>Net cash generated from operating activities</b>		<b>783,931</b>	776,625
<b>Investing activities</b>			
Purchase of property, plant and equipment		(286,002)	(459,036)
Additions to programming library		(104,976)	(95,357)
Dividend income received from investment in equity securities		3,833	–
Proceeds from sale of property, plant and equipment		1,889	5,161
<b>Net cash used in investing activities</b>		<b>(385,256)</b>	(549,232)
<b>Financing activities</b>			
Dividends paid to equity shareholders of the Company		(161,476)	(141,295)
<b>Net cash used in financing activities</b>		<b>(161,476)</b>	(141,295)
<b>Net increase in cash and cash equivalents</b>		<b>237,199</b>	86,098
<b>Effect of foreign exchange rate changes</b>		<b>(320)</b>	–
<b>Cash and cash equivalents at January 1</b>		<b>115,013</b>	28,915
<b>Cash and cash equivalents at December 31</b>	21	<b>351,892</b>	115,013

The notes on pages 47 to 81 form part of these accounts.