

Consolidated Cash Flow Statement

For the year ended 31 December 2005
(Expressed in Hong Kong dollars)

	Note	2005 \$'000	2004 \$'000
Operating activities			
Loss before taxation		(825,358)	(67,924)
Adjustments for:			
Depreciation and amortization		93,956	95,181
Goodwill amortization		–	31,621
Impairment losses		698,661	–
Gain on disposal of property, plant and equipment		–	(18)
Interest income		(1,724)	(1,638)
Finance costs		18,555	20,892
Interest payable waived		–	(9,032)
Foreign exchange loss		3,495	–
Operating (loss)/profit before changes in working capital		(12,415)	69,082
(Increase)/decrease in consumables		(7,214)	402
Decrease/(increase) in trade and other receivables		78,049	(122,990)
Increase in trade and other payables		10,703	18,383
Decrease in provision for staff welfare		(984)	(5,124)
<i>Cash generated from/(used in) operations</i>		68,139	(40,247)
PRC income tax paid		–	(6,275)
<i>Net cash generated from/(used in) operating activities</i>		68,139	(46,522)
Investing activities			
Interest received		1,724	1,638
Increase in prepayment for planned maintenance		(6,485)	–
Purchase of property, plant and equipment		(338)	(726)
Proceeds from sales of property, plant and equipment		–	18
<i>Net cash (used in)/generated from investing activities</i>		(5,099)	930
Financing activities			
Interest paid		(25,776)	(21,099)
Dividends paid		–	(12,452)
Dividends paid to minority shareholder		(3,182)	(2,253)
Proceeds from new bank loans		47,393	97,323
Repayment of bank loans		(47,393)	(50,533)
Repayment of other loans		–	(87,794)
Proceeds from shares issued under share option scheme		–	395
<i>Net cash used in financing activities</i>		(28,958)	(76,413)
Net increase/(decrease) in cash and cash equivalents		34,082	(122,005)
Cash and cash equivalents at 1 January		98,258	220,263
Cash and cash equivalents at 31 December	19	132,340	98,258

The notes on pages 39 to 78 form part of these accounts.