



Consolidated Cash Flow Statement

For the Year Ended 31 December 2005

	2005 HK\$'000	2004 HK\$'000 (restated)
OPERATING ACTIVITIES		
Profit before taxation	354,313	372,917
Adjustments for:		
Interest income	(7,335)	(4,352)
Interest expenses	39,947	12,870
Share of results of associates	(130,241)	(54,966)
Loss on deemed disposal of a partial interest in an associate	–	819
Change in fair value/surplus arising on revaluation of investment properties	(5,456)	(749)
Gain on disposal of an investment property	–	(1,397)
Gain on disposal of an associate	(4,355)	–
Loss on disposal of land use rights	1,594	–
Loss on disposal of property, plant and equipment	10,700	24,044
Depreciation of property, plant and equipment	73,741	58,070
Amortisation of intangible assets	665	1,026
Amortisation of goodwill	–	6,095
Amortisation of prepaid lease rentals	4,729	6,190
Impairment loss recognised in respect of investment securities	–	11,503
Loss on derivative financial instruments	2,103	–
Allowance for (write-back of) inventories	10,899	(20)
Reversal of provision for compensation	(344)	–
Recovery of bad and doubtful debt, net	(12,658)	(14,915)
Write-back of other payables and accrued liabilities	(34)	(75)



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	2005 HK\$'000	2004 HK\$'000 (restated)
Operating cash flows before movements in working capital	338,268	417,060
Decrease (increase) in amounts due from customers for contract work	9,602	(2,265)
Decrease (increase) in inventories	44,160	(59,008)
Increase in trade and bill receivables	(96,514)	(67,505)
Decrease in prepayments, deposits and other receivables	93,128	2,836
Decrease in amounts due from related companies	38,890	23,530
Increase in amounts due from an associate	(95,910)	(15,972)
Decrease in amount due from ultimate holding company	92,474	–
Increase (decrease) in amounts due to customers for contract work	219	(1,270)
Increase in trade and bill payables	254,755	740
(Decrease) increase in other payables and accrued liabilities	(525,817)	144,860
Increase in amount due to an associate	18,375	–
Increase in amount due to ultimate holding company	335,149	–
Decrease in provision for compensation claim	(363)	–
Decrease in amounts due to related companies	(80,376)	(13,295)
Cash generated from operations	426,040	429,711
Interest paid	(46,131)	(12,870)
Income taxes paid	(26,199)	(28,835)
Income taxes refunded	800	10,001
NET CASH FROM OPERATING ACTIVITIES	354,510	398,007



Consolidated Cash Flow Statement

For the Year Ended 31 December 2005

	<i>Notes</i>	2005 HK\$'000	2004 HK\$'000 (restated)
INVESTING ACTIVITIES			
Purchase of property, plant and equipment		(532,049)	(27,566)
Advance to an associate		(345,259)	–
Acquisition of a subsidiary	44	(124,954)	–
Acquisition of additional interest in a subsidiary		(57,528)	(86,132)
Increase in deposits for acquisition of property, plant and equipment		(40,189)	–
Addition of prepaid lease rentals		(27,655)	–
Increase in restricted bank deposits		(16,869)	–
Interest received		7,335	4,352
Proceeds from disposal of an associate		4,357	–
Dividends received from an associate		4,300	5,594
Proceeds from disposal of property, plant and equipment		1,953	12,024
Acquisition of an associate		–	(140,094)
Decrease in pledged deposits		–	8,011
Proceeds from disposal of investment properties		–	4,827
NET CASH USED IN INVESTING ACTIVITIES		(1,126,558)	(218,984)



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For the Year Ended 31 December 2005

	2005	2004
	HK\$'000	HK\$'000 (restated)
FINANCING ACTIVITIES		
New borrowings raised	687,183	320,629
Advance from ultimate holding company	481,281	–
Advance from a fellow subsidiary	242,189	–
Net proceeds from issue of shares	9,868	237,272
Capital contribution from a minority shareholder of a subsidiary	1,507	883
Repayment of bank borrowings	(426,777)	(258,832)
Repayment of loans from a fellow subsidiary	(123,904)	(146,608)
Dividend paid to minority shareholders of a subsidiary	(8,494)	(9,213)
Repayment of a finance lease	(534)	(267)
Repayment of amounts advanced from related companies	–	(7,988)
NET CASH FROM FINANCING ACTIVITIES	862,319	135,876
NET INCREASE IN CASH AND CASH EQUIVALENTS	90,271	314,899
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE YEAR	468,046	153,147
CASH AND CASH EQUIVALENTS AT END OF THE YEAR, represented by bank balances and cash	558,317	468,046