

CONSOLIDATED CASH FLOW STATEMENT

for the years ended 31st December, in dollar thousands

	Note	2001	2000
Net cash inflow from operating activities	(a)	241,765	204,753
Returns on investments and servicing of finance			
Interest received		12,198	29,433
Interest paid		(23,998)	(42,606)
Dividends paid		(160,636)	(48,564)
Dividends paid to minority shareholders		(773)	–
Net cash outflow from returns on investments and servicing of finance		(173,209)	(61,737)
Taxation			
Hong Kong profits tax refund/(paid)		972	(3,882)
Overseas tax paid		(1,985)	(5,186)
Tax paid		(1,013)	(9,068)
Investing activities			
Purchase of fixed assets		(25,161)	(14,643)
Proceeds on disposal of fixed assets		3,539	341
Purchase of held to maturity securities		(28,272)	(18,857)
Increase in bank deposits maturing in more than three months		(26,616)	–
Proceeds on disposal of held to maturity securities		–	10,373
Net cash outflow from investing activities		(76,510)	(22,786)
Net cash (outflow)/inflow before financing		(8,967)	111,162
Financing			
Proceeds from new bank loan	(b)	–	8,486
Repayment of bank loans	(b)	(195,005)	(19,800)
Net cash outflow from financing		(195,005)	(11,314)
(Decrease)/increase in cash and cash equivalents		(203,972)	99,848
Cash and cash equivalents at beginning of year		418,836	318,866
Effect of foreign exchange rate changes		(36)	122
Cash and cash equivalents at end of year	(c)	214,828	418,836

CONSOLIDATED CASH FLOW STATEMENT (Continued)

for the years ended 31st December, in dollar thousands

(a) RECONCILIATION OF PROFIT BEFORE TAXATION TO NET CASH INFLOW FROM OPERATING ACTIVITIES

	2001	2000
Profit before taxation	95,534	93,608
Interest income	(12,807)	(25,633)
Interest expenses	23,340	40,176
Depreciation of fixed assets	79,132	78,374
Amortisation	–	6,212
Loss on disposal of fixed assets	200	1,030
(Increase)/decrease in products in hand and in process	(7,497)	11,503
Decrease in materials and supplies	5,238	7,087
Decrease in trade and other receivables	168	13,039
Decrease in net amounts due from holding company and fellow subsidiaries	48,162	2,515
Increase/(decrease) in trade and other payables	6,268	(24,486)
Increase in leased factory maintenance provision	4,064	1,488
Exchange difference	(37)	(160)
Net cash inflow from operating activities	241,765	204,753

(b) ANALYSIS OF CHANGES IN FINANCING DURING THE YEAR

	Bank loans and advances repayable after three months	
	2001	2000
Balance at 1st January	468,307	477,729
Proceeds from new bank loan	–	8,486
Repayment of bank loans	(195,005)	(19,800)
Exchange difference	(295)	1,892
Balance at 31st December	273,007	468,307

(c) ANALYSIS OF THE BALANCES OF CASH AND CASH EQUIVALENTS

	2001	2000
Cash at bank and in hand	55,090	44,873
Deposits with banks maturing within three months	159,738	373,963
Cash and cash equivalents	214,828	418,836