

FOR THE YEAR ENDED 31ST DECEMBER, 2001

|   | Note  | 2001<br>US\$'000 | 2001<br>HK\$'000 | 2000<br>HK\$'000 |
|---|-------|------------------|------------------|------------------|
| Net cash outflow from operating activities                  | 23(a) | <u>(11,331)</u>  | <u>(88,355)</u>  | <u>(324,354)</u> |
| Investing activities  |       |                  |                  |                  |
| Investment in a joint venture                               |       | (634)            | (4,940)          | —                |
| Payment of 3G Licence fees                                  |       | (32,059)         | (250,000)        | —                |
| Payment of 3G Licence related expenses                      |       | (105)            | (821)            | —                |
| Purchases of fixed assets                                   |       | (18,808)         | (146,664)        | (122,247)        |
| Proceeds from disposals of fixed assets                     |       | 65               | 504              | 11,689           |
| Increase in restricted cash deposits                        |       | (5,010)          | (39,066)         | (93,640)         |
| Repayment of restricted cash deposits                       |       | <u>—</u>         | <u>—</u>         | <u>815</u>       |
| Net cash outflow from investing activities                  |       | <u>(56,551)</u>  | <u>(440,987)</u> | <u>(203,383)</u> |
| Net cash outflow before financing                           |       | <u>(67,882)</u>  | <u>(529,342)</u> | <u>(527,737)</u> |
| Financing   | 23(b) |                  |                  |                  |
| Repayment of long-term bank loans                           |       | (3,078)          | (24,000)         | —                |
| Repayment of long-term vendor loans                         |       | (2,506)          | (19,543)         | (1,012,685)      |
| Capital element of finance lease payments                   |       | (760)            | (5,927)          | (8,753)          |
| Repayment of convertible notes                              |       | —                | —                | (430,900)        |
| Issue of shares   |       | —                | —                | 2,321,935        |
| Expenses incurred in connection with the<br>issue of shares |       | —                | —                | (184,777)        |
| Increase in long-term vendor loans                          |       | <u>—</u>         | <u>—</u>         | <u>380,174</u>   |
| Net cash (outflow)/inflow from financing                    |       | <u>(6,344)</u>   | <u>(49,470)</u>  | <u>1,064,994</u> |
| (Decrease)/increase in cash and cash<br>equivalents         |       | (74,226)         | (578,812)        | 537,257          |
| Cash and cash equivalents at 1st January                    |       | <u>80,295</u>    | <u>626,140</u>   | <u>88,883</u>    |
| Cash and cash equivalents at 31st December                  |       | <u>6,069</u>     | <u>47,328</u>    | <u>626,140</u>   |
| Analysis of balances of cash and cash<br>equivalents        |       |                  |                  |                  |
| Bank balances and cash                                      |       | <u>6,069</u>     | <u>47,328</u>    | <u>626,140</u>   |