

Consolidated Cash Flow Statement

For the year ended 31 March 2002

	2002 HK\$Million	2001 HK\$Million
Net cash inflow from operating activities (Note a)	192.6	8.7
Returns on investments and servicing of finance		
Interest received	47.1	100.4
Interest paid	(27.3)	(83.9)
Dividends received from listed securities	79.9	66.9
Dividends received from an associate	1.1	3.9
Dividends paid to shareholders	(103.6)	(103.6)
Net cash outflow from returns on investments and servicing of finance	(2.8)	(16.3)
Taxation		
Hong Kong profits tax paid	(12.3)	(5.3)
Tax refunded	—	60.5
Tax (paid)/refunded	(12.3)	55.2
Investing activities		
Proceeds from disposals of non-trading securities	398.5	1,296.7
Proceeds on disposals of investment properties	2.5	—
Purchase of non-trading securities	(410.5)	(951.6)
Purchase of associates	—	(31.3)
Additions to investment properties	(1.0)	(6.4)
Decrease/(increase) in net amount due from associates	266.8	(382.5)
Net cash inflow/(outflow) from investing activities	256.3	(75.1)
Net cash inflow/(outflow) before financing	433.8	(27.5)

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Financing (Note b)		
Net (repayment)/drawdown of long-term bank loans	(270.0)	776.0
Net repayment of short-term bank loans	(30.0)	(598.0)
Net cash (outflow)/inflow from financing	(300.0)	178.0
Increase in cash and cash equivalents	133.8	150.5
Cash and cash equivalents at 1 April	(114.0)	(264.5)
Cash and cash equivalents at 31 March	19.8	(114.0)
Analysis of the balances of cash and cash equivalents at 31 March		
Bank balances and deposits maturing within three months	19.8	19.0
Bank loans and overdrafts due within three months	—	(133.0)
	19.8	(114.0)

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NOTES TO THE CONSOLIDATED CASH FLOW STATEMENT

a) Reconciliation of (loss)/profit before taxation to net cash inflow from operating activities

	2002 HK\$Million	2001 HK\$Million
(Loss)/profit before taxation	(72.3)	78.2
Share of profits less losses of associates	0.2	(15.7)
Interest income	(46.9)	(93.6)
Interest expenses	27.6	83.0
Dividend income from listed securities	(74.2)	(85.7)
Net loss/(profit) on disposal of non-trading securities	32.4	(181.2)
Provision for impairment in value of properties	217.8	338.7
Net provision for non-trading securities written back	—	(11.0)
Profit on disposal of investment properties	(2.1)	—
Decrease in deferred debtors	13.5	33.6
Increase in properties under development for sale	(155.0)	(117.8)
Decrease in properties held for sale	202.4	108.1
Decrease/(increase) in trade and other receivables	87.9	(102.5)
Decrease in amounts due to fellow subsidiaries	(4.4)	(12.3)
Decrease in trade and other payables	(34.3)	(13.1)
Net cash inflow from operating activities	192.6	8.7

b) Analysis of changes in financing

	Long-term bank loans HK\$Million	Short-term bank loans HK\$Million	Minority interests HK\$Million
Balance at 1 April 2000	—	598.0	5.1
Cash inflow/(outflow) related to financing	776.0	(598.0)	—
Minority interests' share of reserves	—	—	0.3
Reclassification	(30.0)	30.0	—
Balance at 31 March 2001 and 1 April 2001	746.0	30.0	5.4
Cash outflow related to financing	(270.0)	(30.0)	—
Minority interests' share of reserves	—	—	0.1
Balance at 31 March 2002	476.0	—	5.5