

CONSOLIDATED CASH FLOW STATEMENT

	Notes	2002 HK\$'000	2001 HK\$'000 (Restated)
NET CASH INFLOW/(OUTFLOW) FROM OPERATING ACTIVITIES	30(a)	30,607	(55,972)
RETURNS ON INVESTMENTS AND SERVICING OF FINANCE			
Interest received		1,407	5,551
Interest paid		(2,407)	(3,280)
Interest element on finance lease rental payments		(194)	(82)
Dividends paid		—	(6,778)
Net cash outflow from returns on investments and servicing of finance		(1,194)	(4,589)
TAX			
Hong Kong profits tax paid		(5,226)	(12,841)
Hong Kong profits tax refunded		191	901
Taxes paid		(5,035)	(11,940)
INVESTING ACTIVITIES			
Purchases of fixed assets		(7,138)	(20,397)
Proceeds from disposal of fixed assets		—	39
Acquisition of subsidiaries	30(d)	—	(5,333)
Disposal of subsidiaries	30(e)	(460)	—
Investments in associates		—	(33,187)
Repayment of loans from associates		—	156
Purchases of investments		—	(21,516)
Net cash outflow from investing activities		(7,598)	(80,238)
NET CASH INFLOW/(OUTFLOW) BEFORE FINANCING ACTIVITIES		16,780	(152,739)

CONSOLIDATED CASH FLOW STATEMENT (Continued)

SHUN CHEONG HOLDINGS LIMITED

	Note	2002 HK\$'000	2001 HK\$'000 (Restated)
NET CASH INFLOW/(OUTFLOW) BEFORE FINANCING ACTIVITIES		16,780	(152,739)
FINANCING ACTIVITIES	30(b)		
Proceeds from issue of share capital		15,427	—
Repurchase of shares		(108)	(87)
Loans from minority shareholders of subsidiaries		6,900	11,601
Repayment of minority shareholders' loans		(761)	—
Capital contribution by minority shareholders of subsidiaries		—	400
Capital element on finance lease rental payments		(760)	(400)
Net cash inflow from financing activities		20,698	11,514
INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS		37,478	(141,225)
Cash and cash equivalents at beginning of year		(6,621)	134,604
CASH AND CASH EQUIVALENTS AT END OF YEAR		30,857	(6,621)

CONSOLIDATED CASH FLOW STATEMENT

(Continued)

	2002 HK\$'000	2001 HK\$'000 (Restated)
ANALYSIS OF THE BALANCES OF CASH AND CASH EQUIVALENTS		
Cash and bank balances	26,026	51,306
Time deposits with original maturity of less than three months when acquired, pledged as security for bank overdraft facilities	26,800	26,800
Bank overdrafts	(21,048)	(29,221)
Trust receipt loans repayable within three months from date of advances	(921)	(55,506)
	<u>30,857</u>	<u>(6,621)</u>