Consolidated Cash Flow Statement

For the year ended 31 December 2002 (Expressed in Hong Kong dollars)

Operating activitiesImage: second		Note	2002 \$'000	2001 \$'000
Adjustments for: Interest income(4,766)(4,082)Dividend income from unlisted investments(566)(499)Interest expense1,5983,057Depreciation6,4555,381Share of profit of an associate-(11,144)Share of profit less loss of jointly controlled entities(4,557)(2,180)Amortisation of intangible assets588423Impairment loss on intangible assets931601Profit on disposal of subsidiaries(4,987)-Profit on disposal of nulsed investments(1,947)-Profit on disposal of unlisted investments(1,947)-Provision for boad and doubtful debts6,5355,433Provision for loans receivable5,2639,298Compensation of guarantee profit by minority shareholder3,51720Unrealized loss on trading securities carried at fair value1,414-Operating profit before changes in working capital23,74643,958Increase in inventories(26,615)(129,282)Increase in inventories(1,035)(865)Decrease/increase in accounts projents, deposits and other receivables(3,317)941Decrease/increase in accounts payable(3,677)(1,606)Increase in other payables and accrued liabilities105,93455,835Cash (outflow/inflow from operations(24,895)47,842Tax paid Hong Kong Profits Tax paid Hong Kong Profits Tax paid-(604)Hong Kong Profits Tax paid 	Operating activities			
Interest income(4,766)(4,082)Dividend income from unlisted investments(566)(499)Interest expense1,5983,057Depreciation6,4555,381Share of profit of an associate-(11,144)Share of profit less loss of jointly controlled entities(4,577)(2,180)Amortisation of intangible assets705Loss on disposal of fixed assets931601-Profit on disposal of subsidiaries(4,987)Profit on disposal of an associate-(9,214)-Profit on disposal of unlisted investments(1,947)Provision for bas ecvivable2,747814Provision for bas on trading securities carried(3,057)(3,439)Deficit on property revaluation3,51720Unrealized loss on trading securities carried(1,414-Operating profit before changes in working capital23,74643,95810crease in accounts receivable(26,615)(129,282)Increase in inventories(17,035)(865)02crease/(10crease) in gross amount due from customers for contract work3,317941Decrease/increase in accounts payable(2,677)(1,606)105,93455,835Decrease in other payables and accrued liabilities105,93455,835<	Profit from ordinary activities before taxation		13,873	49,489
Interest income(4,766)(4,082)Dividend income from unlisted investments(566)(499)Interest expense1,5983,057Depreciation6,4555,381Share of profit of an associate-(11,144)Share of profit less loss of jointly controlled entities(4,577)(2,180)Amortisation of intangible assets705Loss on disposal of fixed assets931601-Profit on disposal of subsidiaries(4,987)Profit on disposal of an associate-(9,214)-Profit on disposal of unlisted investments(1,947)Provision for bas ecvivable2,747814Provision for bas on trading securities carried(3,057)(3,439)Deficit on property revaluation3,51720Unrealized loss on trading securities carried(1,414-Operating profit before changes in working capital23,74643,95810crease in accounts receivable(26,615)(129,282)Increase in inventories(17,035)(865)02crease/(10crease) in gross amount due from customers for contract work3,317941Decrease/increase in accounts payable(2,677)(1,606)105,93455,835Decrease in other payables and accrued liabilities105,93455,835<	Adjustments for:			
Interest expense1,5983,057Depreciation6,4555,381Share of profit of an associate-(11,144)Share of profit less loss of jointly controlled entities(4,557)(2,180)Amortisation of intangible assets588423Impairment loss on intangible assets931601Profit on disposal of subsidiaries(4,987)-Profit on disposal of subsidiaries(4,987)-Profit on disposal of unlisted investments(1,947)-Provision for bad and doubful debts6,5355,433Provision for bad and doubful debts6,52639,298Compensation of guarantee profit by minority shareholder5,2639,298Compensation of guarantee profit by minority shareholder3,51720Unrealized loss on trading securities carried at fair value1,414-Operating profit before changes in working capital23,74643,958Increase in inventories necese/lincrease) in gross amount due from customers for contract work7,339(13,854)(Increase)/decrease in prepayments, deposits and other receivables(3,677)(1,606)(Decrease)/increase in accounts payable norease in other payables and accrued liabilities(2,7,001)38,929Increase in other payables and accrued liabilities(10,593)55,835Cash (outflow)/inflow from operations(24,285)47,842Tax paid Hong Kong Profits Tax paid Hong Kong Profits Tax paid Hong Kong Profits Tax paid Hong Kong Profits Tax paid Hong Kong Profits T	-		(4,766)	(4,082)
Depreciation6,4555.381Share of profit less loss of jointly controlled entities-(11,144)Share of profit less loss of jointly controlled entities(4,557)(2,180)Amortisation of intangible assets705-Loss on disposal of subsidiaries(4,987)-Profit on disposal of an associate-(9,214)Profit on disposal of an associate-(9,214)Profit on disposal of an associate-(9,214)Profit on disposal of unlisted investments(1,947)-Provision for bad and doubtful debts6,5355,433Provision for obsolete inventories5,2639,298Compensation of guarantee profit by minority shareholder(3,057)(3,439)Deficit on property revaluation3,51720Unrealized loss on trading securities carried at fair value1,414-Operating profit before changes in working capital23,74643,958Increase in inventories(26,615)(129,282)Increase in accounts receivable(66,173)(24,253)Increase in inventories(17,035)(865)Decrease/(increase) in gross amount due from customers for contract work3,317941Decrease in prepayments, deposits and other receivables(3,677)(1,606)(Decrease in bills payable(3,677)(1,606)(Decrease in other payables and accrued liabilities105,93455,835Increase in other payables and accrued liabilities-(804)Hong Kong Profits T	Dividend income from unlisted investments		(566)	(499)
Share of profit of an associate-(11,144)Share of profit less loss of jointly controlled entities(4,557)(2,180)Amortisation of intangible assets705-Loss on disposal of fixed assets931601Profit on disposal of subsidiaries(4,987)-Profit on disposal of subsidiaries(4,987)-Profit on disposal of unlisted investments(1,947)-Provision for bad and doubtful debts6,5355,433Provision for loans receivable2,747814Provision for loans receivable2,747814Provision for obsolete inventories5,2639,298Compensation of guarantee profit by minorityshareholder(3,057)(3,439)Deficit on property revaluation3,5172020Unrealized loss on trading securities carried1,414-at fair value1,414-Operating profit before changes in working capital23,74643,958Increase in inventories(26,615)(129,282)Increase in incentories(26,615)(129,282)Increase in incentories(26,615)(129,282)Increase in incentories in accounts receivable from customers(1,7035)(865)Decrease/(increase) in gross amount due from(3,677)(1,606)(Decrease)/increase in accounts payable(3,677)(1,606)(Decrease in bills payable(3,677)(1,606)(Decrease in other payables and accrued liabilities105,93455,835Cash (outflow				
Share of profit less loss of jointly controlled entities(4,557)(2,180)Amortisation of intangible assets588423Impairment loss on intangible assets705-Loss on disposal of subsidiaries931601Profit on disposal of subsidiaries(4,987)-Profit on disposal of unlisted investments(1,947)-Provision for bad and doubtful debts6,5355,433Provision for leans receivable2,747814Provision for leans receivable2,747814Provision for obsolete inventories5,2639,298Compensation of guarantee profit by minority shareholder3,51720Unrealized loss on trading securities carried at fair value1,414-Operating profit before changes in working capital23,74643,958Increase in inventories(26,615)(129,282)Increase in receivable(66,173)(24,253)Increase in retentions receivable from customers(17,035)(865)Decrease/(increase) in gross amount due from customers for contract work7,339(13,854)(Increase)/increase in accounts payable(775)69,613Increase in bills payable(3,677)(1,606)(Decrease)/increase in accounts payable(27,001)38,929Increase in other payables and accrued liabilities105,93455,835Cash (outflow)/inflow from operations(24,895)47,842Tax paid Hong Kong Profits Tax paid Hong Kong Profits Tax refunded Taxation outside Hong Kong paid<			6,455	
Amortisation of intangible assets588423Impairment loss on intangible assets705-Loss on disposal of fixed assets931601Profit on disposal of subsidiaries(4,987)-Profit on disposal of an associate-(9,214)Profit on disposal of an associate-(9,214)Profit on disposal of unlisted investments(1,947)-Provision for baan doubtful debts6,5355,433Provision for loans receivable2,747814Provision for obsolete inventories5,2639,298Compensation of guarantee profit by minority shareholder(3,057)(3,439)Deficit on property revaluation3,51720Unrealized loss on trading securities carried at fair value1,414-Operating profit before changes in working capital23,74643,958Increase in inventories(26,615)(129,282)Increase in incentories(26,615)(129,282)Increase in incentories(26,615)(129,282)Increase in receivable(3667)(24,253)Increase in netentions receivable(23,955)8,426(Decrease)/increase in grops amount due from customers for contract work3,317941Decrease in bills payable(3,677)(1,606)(Decrease in bills payable(27,001)38,929Increase in other payables and accrued liabilities105,93455,835Cash (outflow)/inflow from operations(24,895)47,842Tax paid Hong Kong Pro			-	
Impairment loss on intangible assets705-Loss on disposal of fixed assets931601Profit on disposal of an associate(4,987)-Profit on disposal of unlisted investments(1,947)-Provision for bad and doubtful debts6,5555,433Provision for loans receivable2,747814Provision for obsolete inventories5,2639,298Compensation of guarantee profit by minority shareholder(3,057)(3,439)Deficit on property revaluation3,51720Unrealized loss on trading securities carried at fair value1,414-Operating profit before changes in working capital23,74643,958Increase in inventories(26,615)(129,282)Increase in accounts receivable(66,173)(24,253)Increase in accounts receivable(7,035)(865)Decrease/(increase) in gross amount due from customers for contract work7,339(13,854)(Increase)/decrease in neceivable(27,05)8,426(Decrease)/increase in accounts payable(3,677)(1,606)(Decrease)/increase in neceipts in advance(27,001)38,929Increase in other payables and accrued liabilities105,93455,835Cash (outflow)/inflow from operations(24,895)47,842Tax paid Hong Kong Profits Tax				
Loss on disposal of fixed assets931601Profit on disposal of subsidiaries(4,987)-Profit on disposal of unlisted investments(1,947)-Provision for bad and doubtful debts6,5355,433Provision for loans receivable2,747814Provision for obsolete inventories5,2639,298Compensation of guarantee profit by minority shareholder(3,057)(3,439)Deficit on property revaluation3,51720Unrealized loss on trading securities carried at fair value1,414-Operating profit before changes in working capital23,74643,958Increase in inventories(26,615)(129,282)Increase in inventories(26,615)(24,253)Increase in accounts receivable(66,173)(24,253)Increase in accounts receivable(66,173)(24,253)Increase in retentions receivable(775)69,613Increase in gross amount due from customers for contract work3,317941Decrease//increase in accounts payable(27,001)38,929Increase in gross amount due to customers for contract work(1,606)55,835Cash (outflow)/inflow from operations(24,895)47,842Tax paid Hong Kong Profits Tax paid Hong Kong Profits Tax refunded-(804) Hong Kong Profits Tax refunded-Hong Kong Profits Tax paid Hong Kong Profits Tax refunded-1,850(2,226)Cash outflow/inflow from operations(2,226)(2,336)				425
Profit on disposal of subsidiaries(4,987)-Profit on disposal of an associate(9,214)Profit on disposal of unlisted investments(1,947)Provision for bad and doubtful debts6,535Provision for loans receivable2,747B14Provision for bosolete inventories5,263Compensation of guarantee profit by minority shareholder(3,057)Unrealized loss on trading securities carried at fair value1,414Operating profit before changes in working capital23,746Increase in inventories(26,615)Increase in inventories(26,615)Increase in inventories(26,615)Increase in receivable from customers(17,035)Decrease/increase in gross amount due from customers for contract work7,339(Increase)/decrease in prepayments, deposits and other receivables(23,955)Increase in gross amount due to customers for contract work(3,677)(1,606)(27,007)Decrease/increase in receipts in advance(27,007)(Bercrease)/increase in receipts in advance(27,007)Increase in other payables and accrued liabilities105,934Decrease in other payables and accrued liabilities105,934Cash (outflow)/inflow from operations(24,895)Arapid Hong Kong Profits Tax paid Hong Kong Profits Tax paid Hong Kong Profits Tax refunded-Nong Kong Profits Tax paid Hong Kong Profits Tax paid Hong Kong Profits Tax refunded-11,8501(2,226) <td></td> <td></td> <td></td> <td>601</td>				601
Profit on disposal of an associate(1,947)(9,214)Profit on disposal of unlisted investments(1,947)-Provision for bad and doubtful debts6,5355,433Provision for loans receivable2,747814Provision for obsolete inventories5,2639,298Compensation of guarantee profit by minority shareholder(3,057)(3,439)Deficit on property revaluation3,51720Unrealized loss on trading securities carried at fair value1,414-Operating profit before changes in working capital23,74643,958Increase in inventories(26,615)(129,282)Increase in inventories(17,035)(865)Decrease/(increase) in gross amount due from customers for contract work7,339(13,854)(Increase)/decrease in accounts payable(775)69,613Increase in other payables(3,677)(1,606)(Decrease)/increase in accounts payable(3,677)(1,606)(Decrease) in crease in receipts in advance contract work(27,001)38,929Increase in other payables and accrued liabilities105,93455,835Cash (outflow)/inflow from operations(24,895)47,842Tax paid Hong Kong Profits Tax paid Hong Kong Profits Tax refunded Taxation outside Hong Kong paid-(804)				_
Profit on disposal of unlisted investments(1,947)-Provision for bad and doubtful debts6,5355,433Provision for loans receivable2,747814Provision for obsolete inventories5,2639,298Compensation of guarantee profit by minority shareholder(3,057)(3,439)Deficit on property revaluation3,51720Unrealized loss on trading securities carried at fair value1,414-Operating profit before changes in working capital23,74643,958Increase in inventories(26,615)(129,282)Increase in accounts receivable(66,173)(24,253)Increase in retentions receivable from customers(17,035)(865)Decrease/(increase) in gross amount due from customers for contract work7,339(13,854)(Increase in gross amount due to customers for contract work(23,955)8,426(Decrease)/increase in accounts payable(3,677)(1,606)(Decrease)/increase in receipts in advance(27,001)38,929Increase in other payables and accrued liabilities105,93455,835Cash (outflow)/inflow from operations(24,895)47,842Tax paid Hong Kong Profits Tax paid Hong Kong Profits Tax refunded Taxation outside Hong Kong paid-(804)			-	(9,214)
Provision for loans receivable2,747814Provision for obsolete inventories5,2639,298Compensation of guarantee profit by minority shareholder(3,057)(3,439)Deficit on property revaluation3,51720Unrealized loss on trading securities carried at fair value1,414-Operating profit before changes in working capital23,74643,958Increase in inventories(26,615)(129,282)Increase in accounts receivable(66,173)(24,253)Increase in retentions receivable from customers(17,035)(865)Decrease/(increase) in gross amount due from customers for contract work7,339(13,854)(Increase in gross amount due to customers for contract work(3,677)(1,606)(Decrease)/increase in neceipts in advance (Decrease)/increase in receipts in advance(27,001)38,929Increase in other payables and accrued liabilities105,93455,835Cash (outflow)/inflow from operations(24,895)47,842Tax paid Hong Kong Profits Tax paid Hong Kong Profits Tax refunded-(804) -1,850Yeng Kong Profits Tax paid Hong Kong Profits Tax refunded-1,850-(804) Hong Kong Profits Tax refunded-1,850(2,226)(2,336)	Profit on disposal of unlisted investments		(1,947)	_
Provision for obsolete inventories5,2639,298Compensation of guarantee profit by minority shareholder(3,057)(3,439)Deficit on property revaluation3,51720Unrealized loss on trading securities carried at fair value1,414Operating profit before changes in working capital23,74643,958Increase in inventories Increase in accounts receivable(26,615)(129,282)Increase in retentions receivable from customers customers for contract work(17,035)(865)Decrease/(increase) in gross amount due from customers for contract work7,339(13,854)(Increase in gross amount due to customers for contract work(23,955)8,426(Decrease)/increase in accounts payable(775)69,613Increase in other payables and accrued liabilities105,93455,835Cash (outflow)/inflow from operations(24,895)47,842Tax paid Hong Kong Profits Tax paid Hong Kong Profits Tax refunded-(804) -Hong Kong Profits Tax refunded Taxation outside Hong Kong paid-(804)	Provision for bad and doubtful debts		6,535	5,433
Compensation of guarantee profit by minority shareholder(3,057) (3,439)Deficit on property revaluation Unrealized loss on trading securities carried at fair value3,51720 Operating profit before changes in working capital 23,74643,958Increase in inventories Increase in retentions receivable customers for contract work(26,615)(129,282)Decrease/(increase) in gross amount due from customers for contract work(17,035)(865)Decrease/(increase in grops amount due from customers for contract work(23,955)8,426(Decrease)/increase in gross amount due to customers for contract work(23,955)8,426(Decrease)/increase in gross amount due to customers for contract work(3,677)(1,606)(Decrease)/increase in gross amount due to customers for contract work(3,677)(1,606)(Decrease)/increase in gross amount due to customers for contract work(3,677)41Decrease in bills payable(27,001)38,929Increase in other payables and accrued liabilities105,93455,835Cash (outflow)/inflow from operations(24,895)47,842Tax paid Hong Kong Profits Tax paid Hong Kong Profits Tax refunded Taxation outside Hong Kong paid-(804)Hong Kong Profits Tax refunded Ca,360-(804)Hong Kong Profits Tax refunded Ca,360-(2,226)(2,226)(2,336)(2,336)				
shareholder(3,057)(3,439)Deficit on property revaluation3,51720Unrealized loss on trading securities carried1,414-at fair value1,414-Operating profit before changes in working capital23,74643,958Increase in inventories(26,615)(129,282)Increase in accounts receivable(66,173)(24,253)Increase in retentions receivable from customers(17,035)(865)Decrease/(increase) in gross amount due from customers for contract work7,339(13,854)(Increase)/decrease in prepayments, deposits and other receivables(23,955)8,426(Decrease)/increase in accounts payable(775)69,613Increase in other payables(3,677)(1,606)(Decrease)/increase in receipts in advance(27,001)38,929Increase in other payables and accrued liabilities105,93455,835Cash (outflow)/inflow from operations(24,895)47,842Tax paid Hong Kong Profits Tax paid Hong Kong Profits Tax refunded Taxation outside Hong Kong paid-(804)			5,263	9,298
Deficit on property revaluation Unrealized loss on trading securities carried at fair value3,51720Unrealized loss on trading securities carried at fair value1,414-Operating profit before changes in working capital23,74643,958Increase in inventories Increase in accounts receivable(26,615)(129,282)Increase in retentions receivable from customers customers for contract work(66,173)(24,253)Increase/(increase) in gross amount due from customers for contract work7,339(13,854)(Increase)/decrease in prepayments, deposits and other receivables(23,955)8,426(Decrease)/increase in accounts payable (Increase in gross amount due to customers for contract work(3,677)(1,606)(Decrease)/increase in accounts payable (Increase in bills payable(3,677)(1,606)(Decrease)/increase in receipts in advance (Increase in other payables and accrued liabilities(24,895)47,842Tax paid Hong Kong Profits Tax refunded Taxation outside Hong Kong paid-(804)			(0.057)	(0,400)
Unrealized loss on trading securities carried at fair value1,414Operating profit before changes in working capital23,74643,958Increase in inventories Increase in accounts receivable Customers for contract work(26,615)(129,282)(increase) in gross amount due from customers for contract work(17,035)(865)Decrease/(increase) in gross amount due from customers for contract work7,339(13,854)(Increase)/decrease in prepayments, deposits and other receivables(23,955)8,426(Decrease)/increase in accounts payable Increase in gross amount due to customers for contract work(3,677)(1,606)Decrease in bills payable (Decrease)/increase in receipts in advance Increase in other payables and accrued liabilities(24,895)47,842Tax paid Hong Kong Profits Tax paid Hong Kong Profits Tax paid Hong Kong Profits Tax refunded Taxation outside Hong Kong paid-(804) -				
at fair value1,414Operating profit before changes in working capital23,74643,958Increase in inventories(26,615)(129,282)Increase in accounts receivable(66,173)(24,253)Increase in retentions receivable from customers(17,035)(865)Decrease/(increase) in gross amount due from customers for contract work7,339(13,854)(Increase)/decrease in prepayments, deposits and other receivables(23,955)8,426(Decrease)/increase in accounts payable(775)69,613Increase in gross amount due to customers for contract work3,317941Decrease in bills payable(3,677)(1,606)(Decrease)/increase in receipts in advance Increase in other payables and accrued liabilities105,93455,835Cash (outflow)/inflow from operations(24,895)47,842Tax paid Hong Kong Profits Tax paid Hong Kong Profits Tax refunded Taxation outside Hong Kong paid-(804) - <br< td=""><td></td><td></td><td>3,517</td><td>20</td></br<>			3,517	20
Operating profit before changes in working capital23,74643,958Increase in inventories(26,615)(129,282)Increase in accounts receivable(66,173)(24,253)Increase in retentions receivable from customers(17,035)(865)Decrease/(increase) in gross amount due from customers for contract work7,339(13,854)(Increase)/decrease in prepayments, deposits and other receivables(23,955)8,426(Decrease)/increase in accounts payable(775)69,613Increase in gross amount due to customers for contract work3,317941Decrease in bills payable(3,677)(1,606)(Decrease)/increase in receipts in advance(27,001)38,929Increase in other payables and accrued liabilities105,93455,835Cash (outflow)/inflow from operations(24,895)47,842Tax paid Hong Kong Profits Tax paid Hong Kong Profits Tax refunded–(804) –Hong Kong Profits Tax paid Taxation outside Hong Kong paid–(804)	-		1.414	_
Increase in inventories(26,615)(129,282)Increase in accounts receivable(66,173)(24,253)Increase in retentions receivable from customers(17,035)(865)Decrease/(increase) in gross amount due from customers for contract work7,339(13,854)(Increase)/decrease in prepayments, deposits and other receivables(23,955)8,426(Decrease)/increase in accounts payable(775)69,613Increase in gross amount due to customers for contract work3,317941Decrease in bills payable(3,677)(1,606)(Decrease)/increase in receipts in advance(27,001)38,929Increase in other payables and accrued liabilities105,93455,835Cash (outflow)/inflow from operations(24,895)47,842Tax paid Hong Kong Profits Tax paid Hong Kong Profits Tax refunded Taxation outside Hong Kong paid-(804) - <td></td> <td></td> <td></td> <td></td>				
Increase in accounts receivable(66,173)(24,253)Increase in retentions receivable from customers(17,035)(865)Decrease/(increase) in gross amount due from customers for contract work7,339(13,854)(Increase)/decrease in prepayments, deposits and other receivables(23,955)8,426(Decrease)/increase in accounts payable(775)69,613Increase in gross amount due to customers for contract work3,317941Decrease in bills payable(3,677)(1,606)(Decrease)/increase in receipts in advance(27,001)38,929Increase in other payables and accrued liabilities105,93455,835Cash (outflow)/inflow from operations(24,895)47,842Tax paid 	Operating profit before changes in working capital		23,746	43,958
Increase in retentions receivable from customers((17,035)((17,035)Decrease/(increase) in gross amount due from customers for contract work7,339(13,854)(Increase)/decrease in prepayments, deposits and other receivables(23,955)8,426(Decrease)/increase in accounts payable(775)69,613Increase in gross amount due to customers for contract work3,317941Decrease in bills payable(3,677)(1,606)(Decrease)/increase in receipts in advance(27,001)38,929Increase in other payables and accrued liabilities105,93455,835Cash (outflow)/inflow from operations(24,895)47,842Tax paid Hong Kong Profits Tax paid Hong Kong Profits Tax refunded Taxation outside Hong Kong paid-(804) - - - - (2,336)	Increase in inventories		(26,615)	(129,282)
Decrease/(increase) in gross amount due from customers for contract work7,339(13,854)(Increase)/decrease in prepayments, deposits and other receivables(23,955)8,426(Decrease)/increase in accounts payable(775)69,613Increase in gross amount due to customers for contract work3,317941Decrease in bills payable(3,677)(1,606)(Decrease)/increase in receipts in advance(27,001)38,929Increase in other payables and accrued liabilities105,93455,835Cash (outflow)/inflow from operations(24,895)47,842Tax paid Hong Kong Profits Tax paid Hong Kong Profits Tax refunded Taxation outside Hong Kong paid-(804) (2,336)	Increase in accounts receivable		(66,173)	(24,253)
customers for contract work7,339(13,854)(Increase)/decrease in prepayments, deposits and other receivables(23,955)8,426(Decrease)/increase in accounts payable(775)69,613Increase in gross amount due to customers for contract work3,317941Decrease in bills payable(3,677)(1,606)(Decrease)/increase in receipts in advance(27,001)38,929Increase in other payables and accrued liabilities105,93455,835Cash (outflow)/inflow from operations(24,895)47,842Tax paid Hong Kong Profits Tax paid Hong Kong Profits Tax refunded Taxation outside Hong Kong paid-(804) 1,850 (2,226)			(17,035)	(865)
(Increase)/decrease in prepayments, deposits and other receivables(23,955)8,426(Decrease)/increase in accounts payable(775)69,613Increase in gross amount due to customers for contract work3,317941Decrease in bills payable(3,677)(1,606)(Decrease)/increase in receipts in advance(27,001)38,929Increase in other payables and accrued liabilities105,93455,835Cash (outflow)/inflow from operations(24,895)47,842Tax paid Hong Kong Profits Tax paid Hong Kong Profits Tax refunded Taxation outside Hong Kong paid-(804) 1,850 (2,336)				
other receivables(23,955)8,426(Decrease)/increase in accounts payable(775)69,613Increase in gross amount due to customers for contract work3,317941Decrease in bills payable(3,677)(1,606)(Decrease)/increase in receipts in advance(27,001)38,929Increase in other payables and accrued liabilities105,93455,835Cash (outflow)/inflow from operations(24,895)47,842Tax paid Hong Kong Profits Tax paid Taxation outside Hong Kong paid-(804) 1,850(2,226)(2,336)			7,339	(13,854)
(Decrease)/increase in accounts payable(775)69,613Increase in gross amount due to customers for contract work3,317941Decrease in bills payable(3,677)(1,606)(Decrease)/increase in receipts in advance(27,001)38,929Increase in other payables and accrued liabilities105,93455,835Cash (outflow)/inflow from operations(24,895)47,842Tax paid Hong Kong Profits Tax paid Hong Kong Profits Tax refunded Taxation outside Hong Kong paid-(804) 1,850 (2,336)			(22.055)	0 406
Increase in gross amount due to customers for contract work3,317941Decrease in bills payable(3,677)(1,606)(Decrease)/increase in receipts in advance Increase in other payables and accrued liabilities(27,001)38,929105,93455,835105,93455,835Cash (outflow)/inflow from operations(24,895)47,842Tax paid Hong Kong Profits Tax paid Hong Kong Profits Tax refunded Taxation outside Hong Kong paid-(804) 1,850 (2,336)				
contract work3,317941Decrease in bills payable(3,677)(1,606)(Decrease)/increase in receipts in advance(27,001)38,929Increase in other payables and accrued liabilities105,93455,835Cash (outflow)/inflow from operations(24,895)47,842Tax paid Hong Kong Profits Tax paid Hong Kong Profits Tax refunded Taxation outside Hong Kong paid-(804) 1,850 (2,226)			(113)	00,010
Decrease in bills payable(3,677)(1,606)(Decrease)/increase in receipts in advance(27,001)38,929Increase in other payables and accrued liabilities105,93455,835Cash (outflow)/inflow from operations(24,895)47,842Tax paid-(804)Hong Kong Profits Tax paid-(804)Hong Kong Profits Tax refunded-1,850Taxation outside Hong Kong paid(2,226)(2,336)	-		3,317	941
Increase in other payables and accrued liabilities105,93455,835Cash (outflow)/inflow from operations(24,895)47,842Tax paid Hong Kong Profits Tax paid Hong Kong Profits Tax refunded Taxation outside Hong Kong paid-(804) 1,850 (2,326)	Decrease in bills payable			(1,606)
Cash (outflow)/inflow from operations(24,895)47,842Tax paid Hong Kong Profits Tax paid Hong Kong Profits Tax refunded Taxation outside Hong Kong paid-(804) 1,850 (2,226)	(Decrease)/increase in receipts in advance		(27,001)	38,929
Tax paid Hong Kong Profits Tax paid- (804)Hong Kong Profits Tax refunded Taxation outside Hong Kong paid- (2,226)(2,336)	Increase in other payables and accrued liabilities		105,934	55,835
Hong Kong Profits Tax paid–(804)Hong Kong Profits Tax refunded–1,850Taxation outside Hong Kong paid(2,226)(2,336)	Cash (outflow)/inflow from operations		(24,895)	47,842
Hong Kong Profits Tax paid–(804)Hong Kong Profits Tax refunded–1,850Taxation outside Hong Kong paid(2,226)(2,336)	Tax paid			
Taxation outside Hong Kong paid (2,226) (2,336)			-	(804)
			-	
Net cash (outflow)/inflow from operating activities(27,121)46,552	Taxation outside Hong Kong paid		(2,226)	(2,336)
	Net cash (outflow)/inflow from operating activities		(27,121)	46,552

For the year ended 31 December 2002 (Expressed in Hong Kong dollars)

	Note	2002 \$'000	2001 \$'000
Investing activities			
Payment for purchase of additional interest in			
a subsidiary		(697)	-
Acquisitions of subsidiaries, net of cash acquired Proceeds on disposal of subsidiaries, net of cash		-	(6,100)
disposed of	33	(54,787)	284
Proceeds on disposal of an associate		(37,673
Proceeds on disposal of unlisted investments		6,598	-
Reclassification from subsidiaries to			
jointly controlled entities		-	(3,666)
Capital injection to a jointly controlled entity		-	(3,768)
Payments for purchases of fixed assets		(13,340)	(11,817)
Proceeds from sales of fixed assets		96	800
Payments for purchases of intangible assets Payments for purchases of trading securities		(1,343)	_
Payments of investment fund		(20,582) (16,956)	_
Repayments of loans receivable		24,846	8,430
Advances of loans		(36,675)	(20,583)
Deposits with bank		_	(126,228)
Pledged deposits		6,091	23,014
Interest received		3,847	3,501
Dividend received from unlisted investments		566	499
Net cash outflow from investing activities		(102,336)	(97,961)
Financing activities			
Repayments of bank loans		(43,116)	(32,498)
New bank loans		96,230	44,058
Net proceeds from issuance of new shares		-	20,000
Advances from minority shareholders		-	909
Dividends paid to minority shareholder		(2,122)	(1,269)
Interest paid		(1,598)	(2,664)
Net cash inflow from financing activities		49,394	28,536
Net decrease in cash and cash equivalents		(80,063)	(22,873)
Effect of foreign exchange rates changes		(3)	67
Cash and cash equivalents at 1 January		96,032	118,838
Cash and cash equivalents at 31 December	25	15,966	96,032

Consolidated Cash Flow Statement

For the year ended 31 December 2002 (Expressed in Hong Kong dollars)

Included in the above amounts are the following net cash flows related to discontinued operation for the year ended 31 December 2002:

	2002	2001
	\$'000	\$'000
Cash (outflow)/inflow from operating activities	(51,090)	22,178
Cash inflow/(outflow) from investing activities	4,842	(6,069)
Cash inflow from financing activities	60,434	6,964

The notes on pages 32 to 84 form part of these financial statements.

