

Consolidated Cash Flow Statement

For the year ended 31 December 2002

	2002 HK\$'000	2001 HK\$'000
Profit from ordinary activities before taxation	1,451,822	1,489,969
Adjustments for:		
Dividend income from listed investments	(3,314)	(2,845)
Income from unlisted investments, other than infrastructure projects	(8,008)	(11,004)
Interest income	(50,846)	(137,941)
Interest on borrowings	63,745	93,771
Rental income	(2,909)	(3,717)
Share of results of jointly controlled entities	(141,849)	(266,846)
Share of results of associates	(7,032)	(72,370)
Amortisation of goodwill	1,869	-
Impairment loss recognised in respect of goodwill	-	1,158
Depreciation and amortisation of property, plant and equipment	105,947	108,114
Net unrealised holding loss (gain) on investments in securities	15,569	(1,135)
Gain on disposal of investments in securities	(28,711)	(46,048)
(Gain) loss on disposal of property, plant and equipment	(855)	969
(Gain) loss on partial disposal of interest in subsidiaries	(400)	2,886
Gain on partial disposal of an associate	-	(1,552)
Gain on disposal of interest in a jointly controlled entity	(1,799)	-
Gain on deemed disposal of interest in an associate	(2,665)	-
Gain on deemed disposal of interest in jointly controlled entities	(218,000)	(155,694)
Impairment loss recognised in respect of investments in infrastructure and other projects	3,231	17,277
Impairment loss recognised in respect of interest in a jointly controlled entity	15,300	-
Impairment loss recognised in respect of investments in securities	14,456	17,410
Operating cash flows before movements in working capital	1,205,551	1,032,402
(Increase) decrease in inventories	(21,627)	49,191
(Increase) decrease in trade and other receivables	(50,587)	171,852
Decrease in trade and other payables	(9,848)	(46,616)
Cash generated from operations	1,123,489	1,206,829
PRC income tax paid	(70,359)	(49,025)
Hong Kong Profits Tax paid	(6,023)	(20,328)
Hong Kong Profits Tax refund	3,750	-
NET CASH FROM OPERATING ACTIVITIES	1,050,857	1,137,476

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	NOTE	2002 HK\$'000	2001 HK\$'000
INVESTING ACTIVITIES			
Purchase of investments in securities		(615,041)	(256,028)
Capital contributions to associates		(393,271)	(1,103,532)
Increase in placement of deposits with financial institutions		(214,953)	-
Capital contributions to jointly controlled entities		(166,924)	(163,848)
Purchase of property, plant and equipment		(134,623)	(234,325)
Advance to an associate		(101,601)	-
Increase in bank deposits		(66,671)	(110,171)
Acquisition of subsidiaries (net of cash and cash equivalents acquired)	31	(41,301)	1,896
Advances to jointly controlled entities		(13,347)	(19,104)
Advance to minority shareholders of a subsidiary		(8,703)	-
Proceeds from disposal of investments in securities		292,088	479,517
Capital receipts from infrastructure projects		125,617	110,939
Dividends received from jointly controlled entities		58,195	156,067
Interest received		50,563	137,941
Dividends received from associates		17,973	38,408
Decrease (increase) in deposits made on acquisition of property, plant and equipment		10,184	(1,102)
Repayment from minority shareholders of a subsidiary		9,708	-
Income received from unlisted investments, other than infrastructure projects		8,008	11,004
Proceeds from disposal of property, plant and equipment		4,170	8,254
Dividends received from listed investments		3,314	2,845
Rental income received		2,909	3,717
Proceeds from disposal of interest in a jointly controlled entity		2,803	-
Partial disposal of interest in subsidiaries		2,280	140
Purchase of additional interest in subsidiaries		-	(3,623)
Purchase of unlisted investments, other than infrastructure projects		-	(3,363)
Repayment from investees		-	10,389
Proceeds from partial disposal of an associate		-	6,355
NET CASH USED IN INVESTING ACTIVITIES		(1,168,623)	(927,624)

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	2002 HK\$'000	2001 HK\$'000
FINANCING		
Repayment of borrowings	(1,237,270)	(606,072)
Dividends paid	(454,020)	(395,491)
Dividends paid to minority shareholders of subsidiaries	(87,739)	(70,690)
Repurchase of shares	(70,263)	(40,525)
Interest paid on bank and other borrowings	(62,109)	(93,771)
Expenses incurred in connection with the issue of shares	(361)	(49)
Borrowings raised	1,644,608	21,074
Proceeds from issue of shares	442,975	33,986
Capital contributions in cash by minority shareholders of subsidiaries	-	27,612
NET CASH FROM (USED IN) FINANCING ACTIVITIES	175,821	(1,123,926)
INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	58,055	(914,074)
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	3,006,635	3,920,709
CASH AND CASH EQUIVALENTS AT END OF YEAR	3,064,690	3,006,635
ANALYSIS OF THE BALANCES OF CASH AND CASH EQUIVALENTS		
Cash and cash equivalents as previously reported		3,067,104
Effect of reclassification of bank deposits with more than three months of maturity		(60,469)
		3,006,635
Being:		
Bank balances and cash	3,202,532	3,067,104
Less: Bank deposits with more than three months of maturity	(137,842)	(60,469)
	3,064,690	3,006,635