

Consolidated Cash Flow Statement

For the year ended 31st December, 2002

	2002 HK\$'000	2001 HK\$'000
OPERATING ACTIVITIES		
Loss before taxation	(110,740)	(848)
Adjustments for:		
Interest expenses	18,890	18,123
Depreciation and amortisation of property, plant and equipment	67,541	51,043
Amortisation of intangible assets	4,967	5,748
Amortisation of goodwill arising on acquisition of an associate	12,255	–
Amortisation in deferred licencing income	(14,954)	(14,953)
Impairment loss on goodwill of a subsidiary	–	6,948
Impairment loss on property, plant and equipment	–	22,643
Impairment loss on investments in securities	20,419	–
Loss on disposal of property, plant and equipment	2,449	1,403
Deficit (surplus) arising on revaluation of investment properties	46,226	(2,375)
Surplus arising on revaluation of hotel properties	–	(7,543)
Release of negative goodwill	(879)	(233)
Gain on dilution of interest in a subsidiary to an associate	(4,552)	–
Share of (profits) losses of associates	(706)	11,695
Loss on disposal of an associate	43,164	–
Share of losses of jointly controlled entities	7,175	6,199
Allowance for loans to jointly controlled entities	12,278	–
Unrealised holding loss on other investments	8,745	3,461
Allowance for short-term loans receivable	–	5,923
Operating cash flow before movements in working capital	112,278	107,234
Decrease in stores	686	139
Increase in inventories	(11,224)	(893)
(Increase) decrease in trade and other receivables	(97,106)	65,035
Decrease (increase) in short-term loans receivable	9,346	(28,037)
Decrease in amount due from an associate	–	94
Decrease (increase) in other investments	3,247	(67,439)
Decrease in trade and other payables	(33,992)	(27,016)
Decrease in property rental deposits	(341)	(3,980)
Cash (used in) generated from operations	(17,106)	45,137
PRC income tax paid	(5,165)	(2,712)
Hong Kong Profits Tax refunded	4	46
Interest paid	(18,890)	(18,123)
NET CASH (USED IN) FROM OPERATING ACTIVITIES	(41,157)	24,348

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For the year ended 31st December, 2002

	Notes	2002 HK\$'000	2001 HK\$'000
INVESTING ACTIVITIES			
Purchase of subsidiaries (net of cash and cash equivalents acquired)	33	(150,000)	(8,957)
Purchase of property, plant and equipment		(57,789)	(54,548)
Proceeds from disposal of property, plant and equipment		35,328	308
Purchase of intangible assets		–	(13,116)
Investment in an associate		–	(76,227)
Advance to associates		(7,870)	–
Proceeds from disposal of an associate		293,095	–
Dividend received from an associate		13,084	–
Dilution of interest in a subsidiary to an associate	34	6,087	–
Refund from the holding company of an associate		–	1,042
Repayment from jointly controlled entities		7,532	7
Purchase of investments in securities		(20,868)	–
Proceeds from disposal of investments in securities		216	112
Increase in pledged bank deposits		(58,040)	(12,432)
Decrease (increase) in bank deposits with maturity over three months		27,052	(39,000)
NET CASH FROM (USED IN) INVESTING ACTIVITIES		87,827	(202,811)
FINANCING ACTIVITIES			
Borrowings raised		365,532	153,759
Repayment of borrowings		(216,629)	(198,951)
Repurchase of shares		(1,768)	(9,896)
Contribution from minority shareholders		–	20,623
Dividend paid to a minority shareholder of a subsidiary		(6,875)	(8,377)
NET CASH FROM (USED IN) FINANCING ACTIVITIES		140,260	(42,842)
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS		186,930	(221,305)
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE YEAR		148,245	369,550
CASH AND CASH EQUIVALENTS AT END OF THE YEAR		335,175	148,245
ANALYSIS OF THE BALANCE OF CASH AND CASH EQUIVALENTS			
Bank balances and cash		143,284	93,965
Short term bank deposits		191,891	54,280
		335,175	148,245