

# Consolidated Cash Flow Statement

For the year ended 31st December, 2002

	Notes	2002 HK\$'000	2001 HK\$'000
<b>OPERATING ACTIVITIES</b>			
Loss from operations		<b>(92,231)</b>	(551,951)
Adjustment for:			
Interest income		<b>(302)</b>	(2,899)
Depreciation and amortisation		<b>30,985</b>	1,561
Impairment loss recognised in respect of toll highway		<b>70,467</b>	–
Revaluation decrease on revaluation of investment properties		<b>9,069</b>	19,977
Impairment loss recognised in respect of properties held for sale		<b>1,185</b>	11,081
Impairment loss recognised in respect of construction in progress		–	360,272
Impairment loss recognised in respect of properties under construction		–	63,257
Impairment loss recognised in respect of properties under/held for development		–	28,793
Impairment loss recognised in respect of hotel property		–	25,000
Negative goodwill released		<b>(107)</b>	–
Amortisation of bank borrowings arrangement fee		<b>(35)</b>	–
Exchange difference on investment securities		<b>(341)</b>	–
Gain on disposal of property, plant and equipment		<b>(3)</b>	(3)
Unrealised loss on investments in securities		<b>412</b>	7,512
Allowance against bad and doubtful debts		<b>511</b>	2,413
Loss on disposal of investment properties		–	50
Operating cash flow before movements in working capital		<b>19,610</b>	(34,937)
Decrease in properties held for sale		<b>51,795</b>	70,300
(Increase) decrease in inventories		<b>(409)</b>	139
Decrease (increase) in trade and other receivables		<b>5,769</b>	(5,884)
Increase in trade and other payables		<b>3,837</b>	21,209
Decrease in deposits received		<b>(27)</b>	(3,639)
Cash generated from operations		<b>80,575</b>	47,188
Interest received		<b>302</b>	2,899
<b>NET CASH FROM OPERATING ACTIVITIES</b>		<b>80,877</b>	50,087

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For the year ended 31st December, 2002

	Notes	2002 HK\$'000	2001 HK\$'000
INVESTING ACTIVITIES			
Acquisition of subsidiaries	38	(390,541)	(106,000)
Payment for investments		(75,000)	–
Purchase of property, plant and equipment		(30,446)	(66,973)
Additional costs incurred on properties under/held for development		(5,056)	(8,392)
Purchase of investment in securities		(4,060)	–
Disposal of subsidiaries	39	52,457	–
Decrease in pledged deposits		8,427	–
Repayment from minority shareholders of subsidiaries		5,357	1,309
Proceeds from disposal of property, plant and equipment		296	28
Proceeds from partial disposal of subsidiaries		–	30,000
Proceeds from disposal of investment properties		–	14,450
Capital repatriation from an associate		–	9,366
NET CASH USED IN INVESTING ACTIVITIES		(438,566)	(126,212)
FINANCING ACTIVITIES			
Proceeds from issue of shares, net of expenses		304,448	88,251
New bank and other borrowings raised		114,000	–
Proceeds from issue of convertible note		66,000	–
Advance from related companies/fellow subsidiaries		34,598	172,773
Repayment to related companies/fellow subsidiaries		(73,000)	(91,212)
Interest paid		(44,645)	(51,942)
Repayment of bank and other borrowings		(28,055)	(66,825)
(Repayment) contribution from minority shareholders of subsidiaries		(3,043)	16,998
Repayment of obligations under a finance lease		(787)	–
NET CASH FROM FINANCING ACTIVITIES		369,516	68,043
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS		11,827	(8,082)
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE YEAR		45,565	52,637
EFFECT OF FOREIGN EXCHANGE RATE CHANGES		(313)	1,010
CASH AND CASH EQUIVALENTS AT END OF THE YEAR		57,079	45,565
– representing bank balances and cash			