

Consolidated Cash Flow Statement

Year ended 31 December 2002

	Notes	2002 HK\$'000	2001 HK\$'000 (Restated)
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit before tax		59,250	39,975
Adjustments for:			
Finance costs	7	6,966	6,638
Share of profits and losses of jointly-controlled entities		(1,449)	34,503
Interest income	5	(4,044)	(22,823)
Dividend income from listed other investments	5	(735)	(2,416)
Gain on disposal of fixed assets		(29)	–
(Gain)/loss on disposal of other investments		(30,951)	31,081
Unrealised holding gain on other investments		(12,900)	(86,362)
Unrealised holding loss on short term investments	6	4,025	–
Loss on disposal of subsidiaries	6	–	1,893
Loss on disposal of associates	6	–	704
Depreciation	6	22,984	23,937
Goodwill amortisation for the year	6	921	–
Exchange adjustment		10,843	9,078
Impairment of interest in an associate	6	441	–
Impairment of fixed assets	6	–	10,327
Written back impairment of interest in a jointly-controlled entity	6	–	(26,890)
Impairment of properties under development	6	–	641
Impairment of an investment security	6	156	11,153
Provision for doubtful debts	6	5,387	–
Surplus arising from revaluation of investment properties	6	–	(699)
Operating profit before working capital changes		60,865	30,740
Increase in trade receivables		(3,128)	(2,156)
Decrease in rental deposits		1,580	–
Decrease/(increase) in other receivables, prepayment and deposits		8,929	(54,730)
Decrease/(increase) in inventories		885	(1,644)
Increase in short term investments		(7,243)	–
Decrease in trade payables		(2)	(10,032)
(Decrease)/increase in other payables and accruals		(8,847)	945
Decrease in an amount due to a related party		–	(120)
Cash generated from/(used by) operations		53,039	(36,997)
Interest paid		(6,966)	(6,638)
Net cash inflow/(outflow) from operating activities		46,073	(43,635)

Consolidated Cash Flow Statement (Cont'd)

Year ended 31 December 2002

	Notes	2002 HK\$'000	2001 HK\$'000 (Restated)
Net cash inflow/(outflow) from operating activities		46,073	(43,635)
CASH FLOWS FROM INVESTING ACTIVITIES			
Interest received		4,044	2,080
Dividend received from other investments		735	2,416
Purchases of fixed assets	14	(17,101)	(9,729)
Purchases of investment properties	15	(44,252)	–
Increase of pledged deposits		(20,312)	–
Acquisition of a subsidiary	37(c)	–	842
Purchases of investment security		(28,610)	–
Proceeds from disposal of fixed assets		31	–
Proceeds from disposal of other investments		64,201	73,419
Proceeds from disposal of subsidiaries	37(d)	82,949	1,565
Deposits from disposal of certain other investments		–	51,800
Loans to an associate		(441)	(2,405)
Loan to jointly-controlled entities		–	(4,625)
Net cash inflow from investing activities		41,244	115,363
CASH FLOWS FROM FINANCING ACTIVITIES			
Issue of share capital	34	643	442
Repurchase of shares		(13,303)	(18,260)
New bank loans		128,696	92,782
Repayment of bank loans and other loans		(72,385)	(99,635)
Capital element of finance lease payments		(289)	(216)
Addition of amounts due to directors		640	605
Additions of amounts due to minority shareholders		–	1,006
Dividend paid		(42,806)	(25,515)
Net cash inflow/(outflow) from financing activities		1,196	(48,791)
NET INCREASE IN CASH AND CASH EQUIVALENTS		88,513	22,937
Cash and cash equivalents at beginning of year		48,433	25,622
Effect of foreign exchange rate changes, net		(192)	(126)
CASH AND CASH EQUIVALENTS AT END OF YEAR		136,754	48,433
ANALYSIS OF BALANCES OF CASH AND CASH EQUIVALENTS			
Cash and bank balances	27	80,823	43,731
Non-pledged time deposits with original maturity of less than three months when acquired	27	55,931	4,702
		136,754	48,433