

# CONSOLIDATED CASH FLOW STATEMENT

Year ended 31 December 2002

	Notes	2002 HK\$'000	2001 HK\$'000 (Restated)
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Loss before tax		(116,333)	(12,935)
Adjustments for:			
Finance costs	9	24,195	24,685
Share of profits and losses of jointly-controlled entities and associates		(42,553)	(44,273)
Interest income	5	(3,259)	(1,504)
Revaluation deficit/(surplus) on leasehold land and buildings	7	(203)	123
Revaluation deficit on investment properties	7	42,901	–
Impairment of properties contracted/held for sale	7	1,659	16,163
Provision for doubtful debts		6,941	902
Provision against amounts due from associates		10,437	–
Depreciation		2,600	3,071
Write off of fixed assets	7	559	112
Loss/(gain) on disposal of fixed assets	7	3	(211)
Loss on disposal of investment properties	7	15,001	1,267
Gain on disposal of a subsidiary	7	–	(7,306)
Amortisation of goodwill	7	500	–
Loss on disposal of jointly-controlled entities		27,165	–
Operating loss before working capital changes		(30,387)	(19,906)
Increase in properties under development		(62)	(300)
Increase in amounts due from jointly-controlled entities		–	(21,277)
Increase in amounts due from associates		(8,749)	(2,161)
Decrease in properties contracted/held for sale		528	9,331
Decrease in amounts due from contract customers		24,734	939
Decrease/(increase) in accounts receivable		(18,747)	52,345
Increase in prepayments, deposits and other receivables		(16,947)	(23,708)
Increase in amounts due from joint venturers		(3,538)	(171)
Decrease/(increase) in other investments		3,522	(238)
Decrease in amounts due to contract customers		–	(1,864)
Increase/(decrease) in accounts payable		1,426	(5,824)
Increase/(decrease) in accruals and other payables		(3,259)	6,928
Decrease in customer deposit received		(425)	(145)
Decrease in amounts due to joint venturers		(583)	(5,979)
Cash used in operations		(52,487)	(12,030)
Interest received		3,259	1,504
Hong Kong profits tax paid		(96)	412
Overseas taxes paid		(5)	(426)
Net cash outflow from operating activities			
Continuing operations		(49,329)	(18,526)
Discontinued operations		–	7,986
Total		(49,329)	(10,540)

# **CONSOLIDATED CASH FLOW STATEMENT** *(continued)*

Year ended 31 December 2002

	Notes	2002 HK\$'000	2001 HK\$'000 (Restated)
Net cash outflows from operating activities		(49,329)	(10,540)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Dividend received from a jointly-controlled entity	14	17,065	28,207
Purchases of fixed assets		(171)	(2,246)
Proceeds from disposal of fixed assets		1	232
Purchases of investment properties		(500)	(910)
Proceeds from disposal of investment properties		25,581	4,125
Advance to a former joint venturer		–	(23,282)
Acquisition of subsidiaries	37(b)	6	–
Proceeds from disposal of subsidiaries	37(c)	–	7,618
Acquisition of a jointly-controlled entity		–	(26,603)
Proceeds from disposal of a jointly-controlled entity		4,678	–
Decrease in pledged time deposits		7,670	15,077
Net cash inflow/(outflow) from investing activities			
Continuing operations		54,330	(5,372)
Discontinued operations		–	7,590
<b>Total</b>		<b>54,330</b>	<b>2,218</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Proceeds from issue of share capital	34	11,000	–
Share issue expenses	36	(108)	–
Repurchase of shares		–	(458)
Advance from a jointly-controlled entity		78,935	–
Repayment to a jointly-controlled entity		(23,507)	(25,244)
Advance from a joint venturer		25,490	24,312
Repayment to a joint venturer		(25,004)	(4,068)
Drawdown of bank loans		17,723	84,953
Drawdown of other loans		5,000	4,630
Repayment of bank loans		(71,341)	(75,245)
Interest paid		(24,195)	(24,685)
Dividend paid	12	–	(2,992)
Net cash outflow from financing activities			
Continuing operations		(6,007)	(9,566)
Discontinued operations		–	(9,231)
<b>Total</b>		<b>(6,007)</b>	<b>(18,797)</b>
<b>NET DECREASE IN CASH AND CASH EQUIVALENTS</b>		<b>(1,006)</b>	<b>(27,119)</b>
Cash and cash equivalents at beginning of year		2,923	30,042
<b>CASH AND CASH EQUIVALENTS AT END OF YEAR</b>		<b>1,917</b>	<b>2,923</b>
<b>ANALYSIS OF BALANCES OF CASH AND CASH EQUIVALENTS</b>			
Cash and bank balances		4,983	13,884
Bank overdrafts		(3,066)	(10,961)
		<b>1,917</b>	<b>2,923</b>