

## CONSOLIDATED CASH FLOW STATEMENT

For the year ended 31st December, 2003

	2003 HK\$'000	2002 HK\$'000
OPERATING ACTIVITIES		
Profit before taxation	43,239	132,296
Adjustments for:		
Finance costs	163	6,760
Share of profits of jointly controlled entities	(18,980)	(84,195)
Share of losses of associates	17,732	10,811
Interest on deferred consideration	3,750	–
Interest income	(7,177)	(2,285)
Waiver of amounts due to related companies	–	(3,581)
Write off of interest receivable from a jointly controlled entity	–	2,754
Gain on disposal/dilution of interest in subsidiaries	(160,632)	(69,086)
Gain on disposal of associates	–	(58,766)
Loss on disposal of investment properties	17,102	289
Depreciation	11,893	4,391
Amortisation of goodwill	–	3,594
Amortisation of franchise fee	250	–
Negative goodwill recognised as income	(8,985)	(5,490)
Deficit on revaluation of investment properties	1,571	2,860
Operating cash flows before movements in working capital	(100,074)	(59,648)
Increase in non-current assets	(11,280)	–
(Increase) decrease in inventories	(83,417)	1,218
Increase in trade, other receivables and deposits	(341,251)	(8,326)
Decrease (increase) in amount due from a related company	3,767	(1,842)
Increase in trade and other payables	338,125	18,514
Decrease in amount due to a related company	(8,909)	–
Cash used in operations	(203,039)	(50,084)
Overseas taxes paid	–	276
NET CASH USED IN OPERATING ACTIVITIES	(203,039)	(49,808)

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INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(137,245)	(33,018)
Advance to associates	(69,749)	–
Investment in an associate	(15,508)	(5,965)
Acquisition of other non-current assets	(12,000)	–
Repayment to jointly controlled entities	(8,551)	–
Repayment from jointly controlled entities	67,257	190,414
Proceed from disposal of interest in a subsidiary	61,810	264,609
Proceed from disposal of investment properties	30,327	1,851
Interest received	7,177	2,285
Proceeds from disposal of property, plant and equipment	166	254
Deposit for acquisition of property, plant and equipment	–	(826)
Acquisition of certain interest in a subsidiary	–	(6,861)
Proceed from disposal of interest in an associate	–	70,154
NET CASH (USED IN) FROM INVESTING ACTIVITIES	(76,316)	482,897
FINANCING ACTIVITIES		
Capital injected by minority shareholders of subsidiaries	29,423	–
Interest paid	(163)	(6,760)
Repayment to a minority shareholder	(13)	(12,341)
Repayment to ultimate holding company	(4)	–
Repayment of interest-bearing bank and other borrowings	–	(195,958)
Advances from jointly controlled entities	–	129,993
Repayment to related companies	–	(8,059)
Repayment of loans from related companies	–	(35,411)
NET CASH FROM (USED IN) FINANCING ACTIVITIES	29,243	(128,536)
NET (DECREASE) INCREASE IN CASH AND CASH EQUIVALENTS	(250,112)	304,553
CASH AND CASH EQUIVALENTS AT 1ST JANUARY	331,882	27,329
CASH AND CASH EQUIVALENTS AT 31ST DECEMBER – representing bank balances and cash	81,770	331,882