

C o n s o l i d a t e d   C a s h   F l o w   S t a t e m e n t

**FOR THE YEAR ENDED 31ST DECEMBER 2004**

	Notes	2004 US\$'000	2004 HK\$'000	2003 HK\$'000
Net cash inflow from operating activities	24(a)	23,791	184,907	241,914
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Investing activities				
Advance to a joint venture		(33)	(258)	(1,104)
Purchases of fixed assets		(18,449)	(143,387)	(73,409)
Proceeds from disposals of fixed assets		21	163	66
Decrease/(Increase) in restricted cash deposits		27,046	210,212	(52,721)
Payment of financing costs	7	(593)	(4,611)	—
Net cash inflow/(outflow) from investing activities		7,992	62,119	(127,168)
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Net cash inflow before financing		31,783	247,026	114,746
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Financing activities	24(b)			
Repayment of bank loans		(30,879)	(240,000)	(180,000)
Repayment of vendor loans — Nortel	23	(61,928)	(481,324)	(134,550)
Repayment of long-term vendor loans — Huawei	23	(9,650)	(75,000)	—
Increase in vendor loans — Nortel	23	—	—	252,778
Increase in long-term vendor loans — Huawei	23	73,713	572,917	—
Payment of deferred charges		(1,475)	(11,467)	—
Capital element of finance lease payments		—	—	(138)
Net cash outflow from financing		(30,219)	(234,874)	(61,910)
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Increase in cash and cash equivalents		1,564	12,152	52,836
Cash and cash equivalents at 1st January		13,176	102,413	49,577
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Cash and cash equivalents at 31st December		14,740	114,565	102,413
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Analysis of balances of cash and cash equivalents				
Bank balances and cash		14,740	114,565	102,413
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