

# Consolidated Cash Flow Statement

For the year ended 31st December, 2004

	2004 HK\$'000	2003 HK\$'000
<b>OPERATING ACTIVITIES</b>		
Profit from operations	190,657	138,014
Adjustments for:		
Interest income	(16,544)	(10,778)
Dividend income from investments in securities	(45)	(40)
Depreciation and amortisation	43,540	29,681
Loss on disposal/write-off of property, plant and equipment	135	26,454
Gain on disposal of investment securities	(292)	(2,777)
Gain on disposal of other investments	–	(18)
Surplus arising on revaluation of investment properties	(24,390)	(3,500)
Surplus arising on revaluation of land and buildings	(7,907)	(1,471)
Impairment loss (reversal) on investment securities	259	(198)
Allowance for bad and doubtful debts	14,125	3,645
Amortisation of goodwill of subsidiaries	3,179	139
Operating cash flow before movements in working capital	202,717	179,151
Increase in inventories	(52,893)	(26,507)
Increase in trade and other receivables	(74,863)	(43,001)
Increase (decrease) in trade and other payables	54,819	(6,988)
Cash generated from operations	129,780	102,655
Interest paid	–	(2)
Hong Kong Profits Tax paid	(7,066)	(10,822)
Overseas tax paid	(717)	(1,270)
<b>NET CASH FROM OPERATING ACTIVITIES</b>	<b>121,997</b>	<b>90,561</b>

# Consolidated Cash Flow Statement

For the year ended 31st December, 2004

	Notes	2004 HK\$'000	2003 HK\$'000
<b>INVESTING ACTIVITIES</b>			
Interest received		16,544	10,778
Dividends received from investments in securities		45	40
Dividends received from a jointly controlled entity		6,777	140,791
Proceeds from disposal of property, plant and equipment		217	537
Proceeds from disposal of investment in securities		19,767	21,114
Repayment from a jointly controlled entity		75,777	39,028
Purchases of property, plant and equipment		(41,810)	(63,443)
Loans to a jointly controlled entity		(75,777)	–
Acquisition of subsidiaries (net of cash and cash equivalents acquired)	24	(62,873)	(16,222)
Purchases of convertible bonds	14	(77,900)	–
Disposal of subsidiaries (net of cash and cash equivalents disposed)	25	(20,643)	–
Purchases of investments in securities		–	(27,327)
<b>NET CASH (USED IN) FROM INVESTING ACTIVITIES</b>		<b>(159,876)</b>	<b>105,296</b>
<b>FINANCING ACTIVITIES</b>			
Dividends paid		(91,609)	(55,323)
Capital contribution from minority shareholders of a subsidiary		22,803	–
Proceeds from exercise of share options		25,688	–
Proceeds from issue of shares		–	97,580
<b>NET CASH (USED IN) FROM FINANCING ACTIVITIES</b>		<b>(43,118)</b>	<b>42,257</b>
<b>NET (DECREASE) INCREASE IN CASH AND CASH EQUIVALENTS</b>		<b>(80,997)</b>	<b>238,114</b>
<b>CASH AND CASH EQUIVALENTS BROUGHT FORWARD</b>		<b>364,792</b>	<b>127,013</b>
<b>EFFECT OF FOREIGN EXCHANGE RATE CHANGES</b>		<b>(1,261)</b>	<b>(335)</b>
<b>CASH AND CASH EQUIVALENTS CARRIED FORWARD</b>		<b>282,534</b>	<b>364,792</b>