



CONSOLIDATED CASH FLOW STATEMENT

For the year ended 31st December, 2005

	2005 HK\$'000	2004 HK\$'000 (Restated)
OPERATING ACTIVITIES		
Profit before taxation	211,810	181,787
Adjustments for:		
Finance costs	58,635	14,681
Loss on disposal of an associate	–	13,811
Gain on disposal of discontinued operations	(59,503)	(54,637)
Amortisation of goodwill arising on acquisition of associates	–	12,714
Share of results of associates	30,503	(4,062)
Allowance for loans to jointly controlled entities	–	2,615
Depreciation of property, plant and equipment	97,381	90,665
Amortisation of prepaid lease payments	8,804	2,864
Amortisation of deferred licensing income	(15,385)	(14,954)
Increase in fair value of investments held-for-trading	(12,186)	–
Impairment loss on available-for-sale investments	15,000	–
Impairment loss on investments in securities	–	3,790
(Gain) loss on disposal of investment properties	(15,633)	326
Gain on disposal of property, plant and equipment	(165)	(61)
Increase in fair value of investment properties/reversal of revaluation deficit previously charged as an expense	(113,722)	(23,752)
Surplus arising on revaluation of hotel properties	–	(4,148)
Amortisation of goodwill	–	341
Unrealised holding gain on other investments	–	(300)
Impairment loss recognised in respect of goodwill	6,474	–
Gain on partial disposal of interests in subsidiaries	(11,117)	–
Allowances for short-term loans receivables	31,937	–
Equity-settled share-based payment expense	7,757	–
Discount on acquisition of subsidiaries	(2,880)	–
Imputed interest income	(9,071)	–
Operating cash flows before movements in working capital	228,639	221,680
Decrease in stores	444	524
Increase in inventories	(9,574)	(6,920)
Decrease in properties held for resale	–	15,600
Decrease (increase) in trade and other receivables	159,587	(77,422)
(Increase) decrease in short-term loans receivable	(40,852)	18,701
(Increase) decrease in investments held-for-trading	(5,276)	32,845
(Decrease) increase in trade and other payables	(142,182)	74,878
Increase in property rental deposits	138	689
Net cash generated from operations	190,924	280,575
PRC income tax paid	(14,399)	(6,065)
Interest paid	(49,077)	(14,681)
NET CASH FROM OPERATING ACTIVITIES	127,448	259,829



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For the year ended 31st December, 2005

	Notes	2005 HK\$'000	2004 HK\$'000 (Restated)
INVESTING ACTIVITIES			
Purchase of property, plant and equipment		(430,524)	(199,315)
Purchase of subsidiaries (net of cash and cash equivalents acquired)	46	(388,891)	4,297
Additions in prepaid lease payments		(357,152)	(2,864)
Deposits paid on acquisition of subsidiaries and associates		(104,998)	(167,489)
Proceeds from disposal of property, plant and equipment		195,859	194,576
Capital contributions from minority shareholders		83,861	–
Proceeds from disposal of investment properties		51,436	902
Purchase of associates		28,037	–
Proceeds from partial disposal of interests in subsidiaries		7,371	–
Decrease (increase) in bank deposits held for investment purpose		6,452	(4,131)
Dividend received from an associate		5,300	13,943
Decrease (increase) in pledged bank deposits		3,429	(13,230)
Deposit paid for a hotel project		–	(33,428)
Capital contributions to associates		–	(73,340)
Investment in a property development project		–	(12,729)
Proceeds from disposal of an associate		–	15,036
Repayment from jointly controlled entities		–	1,044
NET CASH USED IN INVESTING ACTIVITIES		(899,820)	(276,728)
FINANCING ACTIVITIES			
Borrowings raised		908,942	276,893
Advance from minority shareholders of subsidiaries		335,272	85,706
Proceeds from issue of shares		258	167,968
Repayment of borrowings		(573,359)	(207,818)
Dividend paid		(44,772)	(71,614)
Dividend paid to a minority shareholder of a subsidiary		(13,671)	(10,076)
Repurchase of shares		(1,405)	(21,651)
Share issue expenses		(15)	(3,229)
NET CASH FROM FINANCING ACTIVITIES		611,250	216,179
NET (DECREASE) INCREASE IN CASH AND CASH EQUIVALENTS		(161,122)	199,280
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE YEAR		440,249	240,969
EFFECT OF FOREIGN EXCHANGE RATE CHANGE		(4,721)	–
CASH AND CASH EQUIVALENTS AT END OF THE YEAR		274,406	440,249
ANALYSIS OF THE BALANCE OF CASH AND CASH EQUIVALENTS			
Bank balances, deposits and cash		274,406	446,701
Less: Bank deposits held for investment purpose		–	(6,452)
		274,406	440,249