

# Consolidated Cash Flow Statement



For the year ended 31st December, 2003

	Notes	2003 HK\$'million	2002 HK\$'million
Net cash inflow from operating activities	46(a)	<b>247.8</b>	281.3
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Acquisition/Consolidation of a subsidiary company	46(d)	<b>0.1</b>	70.0
Acquisition of additional interest in the listed subsidiary company		<b>(2.9)</b>	(10.1)
Acquisition of additional interest in a subsidiary company		–	(0.8)
Proceeds on disposal of other fixed assets		<b>5.8</b>	0.7
Proceeds on disposal of long term investments		<b>0.1</b>	40.4
Disposal of subsidiary companies	46(e)	<b>6.7</b>	(133.6)
Proceeds on disposal of ordinary shares in the listed subsidiary company		–	9.8
Deposit received from disposal of an associate		<b>40.0</b>	–
Proceeds on disposal of an associate		–	29.0
Repayments of other loans and promissory notes receivable		–	46.6
Decrease in loans receivable		<b>7.7</b>	14.7
Purchases of fixed assets		<b>(21.0)</b>	(32.5)
Proceeds on settlement of deferred consideration in respect of the Group's disposal of its hotel interests in the United States of America in a prior year		<b>380.6</b>	–
Net proceeds from disposal of an investment property		–	166.1
Advance to associates		<b>(3.4)</b>	(0.8)
Advance to a jointly controlled entity		<b>(37.2)</b>	(32.6)
Interest received		<b>8.3</b>	7.0
Dividends received from unlisted investment		–	0.7
Decrease/(Increase) in pledged time deposits		<b>17.9</b>	(40.0)
Net cash inflow from investing activities		<b>402.7</b>	134.6
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Proceeds from issue of ordinary shares		<b>17.0</b>	–
Proceeds from issue of ordinary shares by the listed subsidiary company		<b>18.7</b>	32.7
Share issue expenses		<b>(0.8)</b>	(0.6)
Issue of 5% convertible bonds		<b>20.0</b>	50.0
Repurchase of 5% convertible bonds		<b>(30.0)</b>	–
Advance from a minority shareholder of a subsidiary company		<b>0.1</b>	–
Drawdown of a new loan		<b>1.9</b>	–
Repayments of bank loans and other loans		<b>(515.4)</b>	(258.1)
Payment of deferred expenditure		–	(0.1)
Interest paid		<b>(144.6)</b>	(312.1)
Dividends paid to minority shareholders of a subsidiary company		–	(4.7)
Net cash outflow from financing activities		<b>(633.1)</b>	(492.9)



## Consolidated Cash Flow Statement (Cont'd)

	<b>2003</b> <b>HK\$'million</b>	<b>2002</b> <b>HK\$'million</b>
Net increase/(decrease) in cash and cash equivalents	17.4	(77.0)
Cash and cash equivalents at beginning of year	119.9	196.9
Effect of foreign exchange rate changes, net	0.4	–
Cash and cash equivalents at end of year	<u>137.7</u>	<u>119.9</u>
Analysis of balances of cash and cash equivalents		
Cash and bank balances	26.9	52.0
Non-pledged time deposits with original maturity of less than three months when acquired	<u>110.9</u>	<u>70.2</u>
Bank overdrafts	<u>137.8</u> <u>(0.1)</u>	<u>122.2</u> <u>(2.3)</u>
	<u>137.7</u>	<u>119.9</u>