

Consolidated Cash Flow Statement

For the year ended 31st December, 2004

	Notes	2004 HK\$'million	2003 HK\$'million
Net cash inflow from operating activities	42(a)	163.2	247.8
CASH FLOWS FROM INVESTING ACTIVITIES			
Consolidation of a subsidiary company	42(d)	–	0.1
Acquisition of additional interest in the listed subsidiary company		(156.8)	(2.9)
Proceeds on disposal of other fixed assets		–	5.8
Proceeds on disposal of long term investments		0.8	0.1
Disposal/Deconsolidation of subsidiary companies	42(e)	(74.6)	6.7
Deposit received from disposal of an associate		7.0	40.0
Decrease/(Increase) in loans receivable		(1.3)	7.7
Purchases of fixed assets		(16.2)	(21.0)
Proceeds on settlement of deferred consideration in respect of the Group's disposal of its hotel interests in the United States of America in prior year		–	380.6
Net proceeds from disposal of investment properties		0.7	–
Repayment from/(Advance to) associates		1.6	(3.4)
Advance to a jointly controlled entity		(38.1)	(37.2)
Interest received		2.9	8.3
Dividends received from listed and unlisted investments		0.4	–
Decrease in pledged time deposits		20.8	17.9
Net cash inflow/(outflow) from investing activities		(252.8)	402.7
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from issue of ordinary shares		213.9	17.0
Proceeds from issue of ordinary shares by the listed subsidiary company		–	18.7
Share issue expenses		(4.5)	(0.8)
Issue of 5% convertible bonds		30.0	20.0
Issue of 2% convertible bonds		200.0	–
Repurchase of 5% convertible bonds		–	(30.0)
Advance from a minority shareholder of a subsidiary company		0.1	0.1
Drawdown of a new loan		114.1	1.9
Repayments of bank loans and other loans		(441.9)	(515.4)
Interest paid		(62.6)	(144.6)
Net cash inflow/(outflow) from financing activities		49.1	(633.1)



Consolidated Cash Flow Statement (Cont'd)

	2004 HK\$'million	2003 HK\$'million
Net increase/(decrease) in cash and cash equivalents	(40.5)	17.4
Cash and cash equivalents at beginning of year	137.7	119.9
Effect of foreign exchange rate changes, net	–	0.4
Cash and cash equivalents at end of year	<u>97.2</u>	<u>137.7</u>
Analysis of balances of cash and cash equivalents		
Cash and bank balances	15.5	26.9
Non-pledged time deposits with original maturity of less than three months when acquired	<u>81.8</u>	<u>110.9</u>
Bank overdrafts	<u>(0.1)</u>	<u>(0.1)</u>
	<u>97.2</u>	<u>137.7</u>

