

CASH FLOW STATEMENT

(All references to "\$" are to the Hong Kong dollar)

For the year ended 31 December 2004

	2004	2003
	\$'000	\$'000
Operating activities		
Profit from ordinary activities before taxation	309,265	325,988
Adjustments for:		
Depreciation	196,782	174,464
Amortisation of intangible assets	12,495	16,044
Finance costs	16,879	64,516
Interest income	(584)	(882)
Loss on sale of fixed assets	254	6,658
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Operating profit before changes in working capital	535,091	586,788
Decrease/(increase) in secured deposits	47,662	(68,320)
Increase in inventories	(9,561)	(1,127)
Decrease in amounts due from shareholders	20,595	18,140
Decrease/(increase) in amounts due from fellow subsidiaries	330	(103)
Increase in amounts due from related companies	(20,965)	–
Increase in trade and other receivables	(10,384)	(11,021)
Increase in trade and other payables	26,121	6,810
Decrease in amounts due to shareholders	(3,610)	(3,404)
Decrease in amounts due to fellow subsidiaries	–	(306)
Increase in amounts due to related companies	3,903	–
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Cash generated from operations	589,182	527,457
Interest received	420	882
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Net cash from operating activities	589,602	528,339

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	2004	2003
	\$'000	\$'000
Investing activities		
Payment for purchase of fixed assets	(219,072)	(75,742)
Payment for purchase of construction in progress	(78,529)	(122,506)
Payment for purchase of intangible assets	(7,605)	(8,200)
Proceeds from sale of fixed assets	73	4
Net cash used in investing activities	(305,133)	(206,444)
Financing activities		
Proceeds from bank and other loans	300,000	20,909
Proceeds from issue of new shares upon the Global Offering (net of listing expenses)	669,227	–
Repayment of bank and other interest-bearing borrowings	(75,000)	(214,378)
Repayment of shareholders' loans	(624,869)	(200,000)
Payment of accrued interest on shareholders' loans	(304,334)	–
Payment of other interest	(2,192)	(7,114)
Dividends paid	(96,673)	–
Net cash used in financing activities	(133,841)	(400,583)
Net increase/(decrease) in cash and cash equivalents	150,628	(78,688)
Cash and cash equivalents at 1 January	46,121	124,809
Cash and cash equivalents at 31 December	196,749	46,121

The notes on pages 45 to 77 form part of these financial statements.