

Consolidated Cash Flow Statement

For the year ended 31st December 2004

	Note(s)	2004 HK\$'000	2003 HK\$'000
Net cash used in operation	28(a)	(154,349)	(43,931)
Hong Kong profits tax refund/(paid)		849	(877)
Net cash outflow from operating activities		<u>(153,500)</u>	<u>(44,808)</u>
Investing activities			
Purchase of subsidiaries in 2003	28(c)(ii)	–	22,142
Purchase of subsidiaries in 2004	28(c)(i)	10,265	–
Direct expenses incurred for acquisition of additional interests of subsidiaries in Technology segment	28(d)	(250)	–
Proceeds from partial disposal of investment in a subsidiary		–	4,200
Interest income from authorised financial institutions		446	712
Dividend income		938	200
Purchase of fixed assets		(49,770)	(8,366)
Decrease/(increase) in pledged bank deposits		127	(184)
Proceeds from disposal of investment property		83,000	–
Proceeds from disposal of other fixed assets		2,168	326
Purchase of investment securities		(4,000)	(19,837)
Purchases of other investments less proceeds from subsequent disposals		(2,112)	(30,452)
Disposal of other investments acquired in previous years		–	4,000
Increase in amount due from a jointly controlled entity		(25,145)	–
Increase in long term deposits		(10,561)	–
Decrease/(increase) in other non-current assets		405	(3,247)
Net cash inflow/(outflow) from investing activities		<u>5,511</u>	<u>(30,506)</u>
Net cash outflow before financing		<u>(147,989)</u>	<u>(75,314)</u>
Financing activities			
Proceeds from exercise of share options	28(b)	16,935	4,306
Proceeds from issue of rights shares	28(b)	–	105,333
Proceeds from issue of shares	28(b)	394,680	–
Share issuance expenses	28(b)	(16,576)	(2,441)
Interest paid		(4,199)	(2,007)
Repayment of finance lease	28(b)	(482)	–
Repayment of bank loan	28(b)	–	(106,335)
Short-term bank borrowings, net	28(b)	15,000	–
Dividend paid		(3,776)	–
Repayment of former shareholders' loans	28(b)	(24,556)	–
Increase in shareholders' loan	28(b)	23,158	–
Net cash inflow/(outflow) from financing		<u>400,184</u>	<u>(1,144)</u>
Increase/(decrease) in cash and cash equivalents		252,195	(76,458)
Cash and cash equivalents at the beginning of year		142,771	219,229
Cash and cash equivalents at the end of year		<u>394,966</u>	<u>142,771</u>
Analysis of balances of cash and cash equivalents			
Bank balances and cash		136,719	125,770
Time deposits with original maturity of less than three months when acquired		258,247	17,001
		<u>394,966</u>	<u>142,771</u>