

Consolidated Cash Flow Statement

For the year ended 31st December, 2005

	<i>Notes</i>	2005 HK\$'000	2004 HK\$'000
Operating activities			
Profit before taxation		70,711	72,023
Adjustments for:			
Finance cost		15,765	2,853
Profit on disposal of subsidiaries		–	(9,673)
Share-based payments		9,965	–
Interest income		(4,899)	(583)
Depreciation of property, plant and equipment		6,256	7,277
Amortisation of prepaid lease payment		797	–
Loss on disposal of investments in securities held for trading		4,895	–
Gain on disposal of investment properties		(779)	–
Gain on disposal of property, plant and equipment		(16,401)	(6,708)
Amortisation of goodwill		–	5,490
Release of negative goodwill		–	(230)
Unrealised gain on investments in securities		–	(6,710)
Operating cash flows before movements in working capital		86,310	63,739
(Increase) decrease in inventories		(1,446)	1,614
Decrease in properties held for sale		10,790	4,715
Decrease (increase) in trade and other receivables, deposits and prepayments		46,788	(42,506)
Decrease in trade and other payables		(7,693)	(20,783)
(Decrease) increase in bills payable		(18,164)	18,164
Net cash generated from operations		116,585	24,943
Interest paid		(4,293)	(2,853)
Taxation paid		(2,871)	(4,293)
Net cash generated from operating activities		109,421	17,797
Investing activities			
Interest received		2,540	583
Deposits paid for acquisition of land use right		–	(22,991)
Additions of property, plant and equipment		(102,913)	(3,675)
Payment of prepaid lease payment		(16,800)	–
Acquisition of additional interest in subsidiaries from minority shareholders		–	(471)
Proceeds from disposal of investments in securities		9,735	–
Proceeds from disposal of investment properties		3,629	–
Proceeds from disposal of property, plant and equipment		22,989	10,567
Proceeds from disposal of subsidiaries (net of cash and cash equivalent disposed of)	34	75,000	11,660
Advance of loans receivable		–	(18,828)
Decrease in amount due from a minority shareholder		–	982
Repayment from loans receivable		18,560	70,284
Net cash generated from investing activities		12,740	48,111

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For the year ended 31st December, 2005

	2005	2004
	HK\$'000	HK\$'000
Financing activities		
Proceed from issue of shares	–	55,000
Net proceeds on issue of convertible bonds	192,024	–
New bank loans	65,961	29,907
Repayment of bank borrowings	(23,422)	(61,146)
Increase in amounts due to related companies	2,219	4,049
(Decrease) increase in amount due to ultimate holding company	(261)	209
(Decrease) increase in amount due to a minority shareholder	(399)	399
Net cash generated from financing activities	236,122	28,418
Net increase in cash and cash equivalents	358,283	94,326
Cash and cash equivalents at the beginning of the year	123,491	28,027
Effect of foreign exchange rate changes	7,311	1,138
Cash and cash equivalents at the end of the year	489,085	123,491
Analysis of the balances of cash and cash equivalents		
Bank balances and cash	489,085	123,491