

# 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)	<b>163.2</b>	247.8
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Consolidation of a subsidiary company	42(d)	–	0.1
Acquisition of additional interest in the listed subsidiary company		<b>(156.8)</b>	(2.9)
Proceeds on disposal of other fixed assets		–	5.8
Proceeds on disposal of long term investments		<b>0.8</b>	0.1
Disposal/Deconsolidation of subsidiary companies	42(e)	<b>(74.6)</b>	6.7
Deposit received from disposal of an associate		<b>7.0</b>	40.0
Decrease/(Increase) in loans receivable		<b>(1.3)</b>	7.7
Purchases of fixed assets		<b>(16.2)</b>	(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		<b>0.7</b>	–
Repayment from/(Advance to) associates		<b>1.6</b>	(3.4)
Advance to a jointly controlled entity		<b>(38.1)</b>	(37.2)
Interest received		<b>2.9</b>	8.3
Dividends received from listed and unlisted investments		<b>0.4</b>	–
Decrease in pledged time deposits		<b>20.8</b>	17.9
Net cash inflow/(outflow) from investing activities		<b>(252.8)</b>	402.7
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Proceeds from issue of ordinary shares		<b>213.9</b>	17.0
Proceeds from issue of ordinary shares by the listed subsidiary company		–	18.7
Share issue expenses		<b>(4.5)</b>	(0.8)
Issue of 5% convertible bonds		<b>30.0</b>	20.0
Issue of 2% convertible bonds		<b>200.0</b>	–
Repurchase of 5% convertible bonds		–	(30.0)
Advance from a minority shareholder of a subsidiary company		<b>0.1</b>	0.1
Drawdown of a new loan		<b>114.1</b>	1.9
Repayments of bank loans and other loans		<b>(441.9)</b>	(515.4)
Interest paid		<b>(62.6)</b>	(144.6)
Net cash inflow/(outflow) from financing activities		<b>49.1</b>	(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>

