

Consolidated Cash Flow Statement

For the year ended 31st December, 1999

	NOTES	1999 HK\$'000	1998 HK\$'000
NET CASH INFLOW FROM OPERATING ACTIVITIES	25	<u>124,532</u>	<u>193,045</u>
RETURNS ON INVESTMENTS AND SERVICING OF FINANCE			
Dividends paid		(21,786)	(68,641)
Interest paid		(1,556)	(4,649)
Interest received		8,804	3,842
Rental received		<u>372</u>	<u>351</u>
NET CASH OUTFLOW FROM RETURNS ON INVESTMENTS AND SERVICING OF FINANCE		<u>(14,166)</u>	<u>(69,097)</u>
TAXATION			
Hong Kong Profits Tax paid		(355)	(1,030)
Overseas tax paid		<u>(9,958)</u>	<u>(2,367)</u>
		<u>(10,313)</u>	<u>(3,397)</u>
INVESTING ACTIVITIES			
Purchase of property, plant and equipment		(68,465)	(38,840)
Proceeds from disposal of property, plant and equipment		9	81
Acquisition of intellectual property rights		—	(89,119)
Acquisition of long-term investment		—	(468)
Amount repaid from directors		<u>—</u>	<u>316</u>
NET CASH OUTFLOW FROM INVESTING ACTIVITIES		<u>(68,456)</u>	<u>(128,030)</u>
NET CASH INFLOW (OUTFLOW) BEFORE FINANCING		<u>31,597</u>	<u>(7,479)</u>
FINANCING	28		
Repayment of bank loans		(36,817)	(10,290)
Bank loans raised		25,500	41,700
Proceeds from issue of shares		4,305	180,000
Share issue expenses		—	(18,642)
Proceeds from issue of shares before Group Reorganisation		—	38,699
Repayment of advances from directors		—	(24,001)
Repayment to minority shareholders on winding up of a subsidiary		—	(6,961)
Repayment of advance from a related company		<u>—</u>	<u>(2,764)</u>
NET CASH (OUTFLOW) INFLOW FROM FINANCING ACTIVITIES		<u>(7,012)</u>	<u>197,741</u>

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INCREASE IN CASH AND CASH EQUIVALENTS	24,585	190,262
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE YEAR	212,666	22,358
EFFECT OF FOREIGN EXCHANGE RATE CHANGES	79	46
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CASH AND CASH EQUIVALENTS AT END OF THE YEAR	237,330	212,666
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ANALYSIS OF THE BALANCES OF CASH AND CASH EQUIVALENTS		
Bank balances and cash	238,122	212,667
Bank overdraft	(792)	(1)
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	237,330	212,666
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