NOTE HK\$ 900 HK\$ 900 HK\$ 900 (as restated) OPERATING ACTIVITIES 76,271 151,823 Adjustments for: Depreciation and amortisation of property, plant and equipment 18,022 40,570 Reversal of provision for doubtful debts (511) - Amortisation of goodwill 392 314 Amortisation of discount on held-to-maturity debt securities (1,301) - Loss on disposal of property, plant and equipment 247 1,278 Exchange difference arising from operations 431 - Exchange difference arising from operations (10,204 194,198 (Increase) decrease in inventories (87,830) 41,925 Increase decrease in inventories (87,830) 41,925 Increase (decrease) in trade and other psyables 42,146 (10,080) Net cash (used in) from operations (115,367) 222,910 Purchase of tax reserve certificate (15,730) (5,000) Hong Kong Profits Tax paid (653) (1,622) Overseas tax paid (13,302)		2003	2002
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Profit from operations 76,271 151,823			(as restated)
Profit from operations 76,271 151,823			
Adjustments for: Depreciation and amortisation of property, plant and equipment 18,022 40,570 Reversal of provision for doubtful debts (511) - Amortisation of goodwill 392 314 Amortisation of motion picture production 7,653 213 Amortisation of discount on held-to-maturity debt securities (1,301) - Loss on disposal of property, plant and equipment 247 1,278 Exchange difference arising from operations 431 - Operating profit before working capital changes 101,204 194,198 (Increase) decrease in inventories (87,830) 41,925 Increase decrease in inventories (87,830) 41,925 Increase decrease in trade and other receivables (170,887) (3,133) Increase (decrease) in trade and other payables 42,146 (10,080) Net cash (used in) from operations (115,367) 222,910 Hong Kong Profits Tax paid (653) (1,662) Overseas tax paid (13,302) 213,877 NET CASH (USED IN) FROM OPERATING ACTIVITIES (133,092) 213,877 INVESTING ACTIVITIES (133,092) 213,877 INVESTING ACTIVITIES (16,746) - Purchase of property, plant and equipment (67,509) (100,190) Cost incurred in motion picture production (30,889) (16,999) Increase in pledged bank deposit (24,200) - Acquisition of investments in securities (1,746) - Acquisition of additional interest in a subsidiary (2,300) (1,750) Advance to an associate (1,363) -			
Depreciation and amortisation of property, plant and equipment Reversal of provision for doubtful debts (511)		76,271	151,823
Reversal of provision for doubtful debts			
Amortisation of goodwill Amortisation of motion picture production Amortisation of motion picture production Amortisation of discount on held-to-maturity debt securities Loss on disposal of property, plant and equipment Exchange difference arising from operations Operating profit before working capital changes (Increase) decrease in inventories (Increase) decrease in inventories (Increase) decrease in inventories (Increase) decrease in inventories (Increase) decrease) in trade and other payables (Increase) decrease in Increase in Increase and other payables (Increase) decrease in Increase and other payables (Increase) decrease in Increase in Increase and other payables (Increase) decrease in Increase in Increase in Increase in Increase and other payables (Increase) decrease in Increase in Incre			40,570
Amortisation of motion picture production Amortisation of discount on held-to-maturity debt securities Loss on disposal of property, plant and equipment Exchange difference arising from operations Ad31 Coperating profit before working capital changes (Increase) decrease in inventories (Increase) decrease in inventories (Increase) decrease in inventories (Increase) decrease in inventories (Increase) decrease in trade and other receivables (Increase) decrease) in trade and other payables (Increase) decrease in Increase and other payables (Increase			-
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Exchange difference arising from operations 431 - Operating profit before working capital changes 101,204 194,198 (Increase) decrease in inventories (87,830) 41,925 Increase in trade and other receivables (170,887) (3,133) Increase (decrease) in trade and other payables 42,146 (10,080) Net cash (used in) from operations (115,367) 222,910 Purchase of tax reserve certificate (15,730) (5,000) Hong Kong Profits Tax paid (853) (1,662) Overseas tax paid (13,342) (2,371) NET CASH (USED IN) FROM OPERATING ACTIVITIES (133,092) 213,877 INVESTING ACTIVITIES (133,092) 213,877 Interest received 2,272 2,698 Proceeds from the disposal of businesses 28 1,016,150 - Interest received 2,272 2,698 Proceeds from disposal of property, plant and equipment 61 209 Acquisition of an associate (81,70) - Purchase of property, plant and equipment (67,509) (100,190) <td></td> <td></td> <td>-</td>			-
Operating profit before working capital changes 101,204 194,198 (Increase) decrease in inventories (87,830) 41,925 Increase in trade and other receivables (170,887) (3,133) Increase (decrease) in trade and other payables 42,146 (10,080) Net cash (used in) from operations (115,367) 222,910 Purchase of tax reserve certificate (15,730) (5,000) Hong Kong Profits Tax paid (663) (1,662) Overseas tax paid (13,342) (2,371) NET CASH (USED IN) FROM OPERATING ACTIVITIES (133,092) 213,877 INVESTING ACTIVITIES (133,092) 213,877 INVESTING ACTIVITIES 2,272 2,698 Proceeds from the disposal of businesses 28 1,016,150 - Interest received 2,272 2,698 Proceeds from disposal of property, plant and equipment 61 209 Acquisition of an associate (88,170) - Purchase of property, plant and equipment (67,509) (100,190) Cost incurred in motion picture production (30,869) <			1,2/8
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Increase in trade and other receivables (170,887) (3,133) Increase (decrease) in trade and other payables 42,146 (10,080) Horpester (15,730) (5,000) Hong Kong Profits Tax paid (653) (1,662) Overseas tax paid (133,092) (1,342) Overseas tax paid (133,092) (133,092) INVESTING ACTIVITIES (133,092) (133,092) Interest received 2,272 2,698 Proceeds from the disposal of businesses 28 1,016,150 - Interest received (88,170) - Purchase of property, plant and equipment (67,509) (100,190) Cost incurred in motion picture production (30,869) (16,999) Increase in pledged bank deposit (24,200) - Acquisition of an associate (16,746) - Acquisition of additional interest in a subsidiary (2,300) (1,750) Advance to an associate (1,363) -			
Net cash (used in) from operations			
Net cash (used in) from operations (115,367) 222,910 Purchase of tax reserve certificate (15,730) (5,000) Hong Kong Profits Tax paid (653) (1,662) Overseas tax paid (1,342) (2,371) NET CASH (USED IN) FROM OPERATING ACTIVITIES (133,092) 213,877 INVESTING ACTIVITIES (106,150) - Net proceeds from the disposal of businesses 28 1,016,150 - Interest received 2,272 2,698 Proceeds from disposal of property, plant and equipment 61 209 Acquisition of an associate (88,170) - Purchase of property, plant and equipment (67,509) (100,190) Cost incurred in motion picture production (30,869) (16,999) Increase in pledged bank deposit (24,200) - Acquisition of investments in securities (16,746) - Acquisition of additional interest in a subsidiary (2,300) (1,750) Advance to an associate (1,363) -			
Purchase of tax reserve certificate	Increase (decrease) in trade and other payables	42,146	(10,080)
Purchase of tax reserve certificate			
Hong Kong Profits Tax paid	·		
Overseas tax paid (1,342) (2,371) NET CASH (USED IN) FROM OPERATING ACTIVITIES (133,092) 213,877 INVESTING ACTIVITIES Variable of proceeds from the disposal of businesses 28 1,016,150 - Interest received 2,272 2,698 Proceeds from disposal of property, plant and equipment 61 209 Acquisition of an associate (88,170) - Purchase of property, plant and equipment (67,509) (100,190) Cost incurred in motion picture production (30,869) (16,999) Increase in pledged bank deposit (24,200) - Acquisition of investments in securities (16,746) - Acquisition of additional interest in a subsidiary (2,300) (1,750) Advance to an associate (1,363) -			
NET CASH (USED IN) FROM OPERATING ACTIVITIES (133,092) 213,877 INVESTING ACTIVITIES Net proceeds from the disposal of businesses 28 1,016,150 - Interest received 2,272 2,698 Proceeds from disposal of property, plant and equipment Acquisition of an associate (88,170) - Purchase of property, plant and equipment (67,509) (100,190) Cost incurred in motion picture production (30,869) (16,999) Increase in pledged bank deposit Acquisition of investments in securities (16,746) - Acquisition of additional interest in a subsidiary (2,300) (1,750) Advance to an associate			
INVESTING ACTIVITIES Net proceeds from the disposal of businesses 28 1,016,150 - Interest received Proceeds from disposal of property, plant and equipment Acquisition of an associate Purchase of property, plant and equipment Cost incurred in motion picture production Increase in pledged bank deposit Acquisition of investments in securities Acquisition of additional interest in a subsidiary Advance to an associate 1,016,150 - (88,170) - (88,170) - (100,190) (100,190) (16,999) (16,999) (16,746) - (24,200) - Acquisition of additional interest in a subsidiary (2,300) (1,750) Advance to an associate	Overseas tax paid	(1,342)	(2,371)
INVESTING ACTIVITIES Net proceeds from the disposal of businesses 28 1,016,150 - Interest received 2,272 2,698 Proceeds from disposal of property, plant and equipment Acquisition of an associate Purchase of property, plant and equipment Cost incurred in motion picture production Increase in pledged bank deposit Acquisition of investments in securities Acquisition of additional interest in a subsidiary Advance to an associate 1,016,150 - (88,170) - (88,170) - (97,509) (100,190) (16,999) (16,999) (16,746) - (24,200) - (16,746) - (1,363) -	NET CACH (HOED IN) EDGM OPERATING ACTIVITIES	(100,000)	010.077
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Net proceeds from the disposal of businesses 28 1,016,150 - Interest received 2,272 2,698 Proceeds from disposal of property, plant and equipment Acquisition of an associate Purchase of property, plant and equipment Cost incurred in motion picture production Increase in pledged bank deposit Acquisition of investments in securities Acquisition of additional interest in a subsidiary Advance to an associate 1,016,150 - (88,170) (67,509) (100,190) (30,869) (16,999) (16,999) (16,746) - Acquisition of additional interest in a subsidiary (2,300) (1,750) Advance to an associate	INVESTING ACTIVITIES		
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Proceeds from disposal of property, plant and equipment Acquisition of an associate Purchase of property, plant and equipment Cost incurred in motion picture production Increase in pledged bank deposit Acquisition of investments in securities Acquisition of additional interest in a subsidiary Advance to an associate 61 209 (88,170) (100,190) (30,869) (16,999) (24,200) - Acquisition of investments in securities (16,746) - Acquisition of additional interest in a subsidiary (2,300) (1,750) Advance to an associate			2,698
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Purchase of property, plant and equipment (67,509) (100,190) Cost incurred in motion picture production (30,869) (16,999) Increase in pledged bank deposit (24,200) - Acquisition of investments in securities (16,746) - Acquisition of additional interest in a subsidiary (2,300) (1,750) Advance to an associate (1,363) -			_
Cost incurred in motion picture production Increase in pledged bank deposit Acquisition of investments in securities Acquisition of additional interest in a subsidiary Advance to an associate (30,869) (24,200) - (16,746) - (1,750) (1,750)			(100.190)
Increase in pledged bank deposit Acquisition of investments in securities Acquisition of additional interest in a subsidiary Advance to an associate (24,200) (16,746) (2,300) (1,750) (1,363) -			
Acquisition of investments in securities Acquisition of additional interest in a subsidiary Advance to an associate (16,746) (2,300) (1,750) ———————————————————————————————————			_
Acquisition of additional interest in a subsidiary Advance to an associate (2,300) (1,750) (1,363) ——————————————————————————————————			_
Advance to an associate			(1.750)
			-
NET CASH FROM (USED IN) INVESTING ACTIVITIES 787,326 (116,032)			
	NET CASH FROM (USED IN) INVESTING ACTIVITIES	787,326	(116,032)

CONSOLIDATED CASH FLOW STATEMENT For the year ended 31st March 2003

	2003	2002
	HK\$'000	HK\$'000
		(as restated)
FINANCING ACTIVITIES		
Dividends paid	(894,641)	(85,372)
Repayment of bank loans and trust receipt loans	(109,792)	(40,528)
Repayment of obligations under finance leases	(18,061)	(5,208)
Interest paid on bank borrowings	(3,082)	(6,775)
New bank loans and trust receipts loans raised	321,703	55,700
Capital injection by a minority shareholder	464	-
Proceeds from issue of shares	190	8,269
Redemption of convertible notes	_	(64,837)
Interest paid on obligations under finance leases	_	(283)
Interest paid on convertible notes	_	(16)
NET CASH USED IN FINANCING ACTIVITIES	(703,219)	(139,050)
DECREASE IN CASH AND CASH EQUIVALENTS	(48,985)	(41,205)
DEGRETAGE IN GROTT FIND GROTT EQUIVALENTO	(40,500)	(41,200)
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE YEAR	156,007	197,212
ONOTITIVE CHAIT EQUIVALENTO AT BEATINING OF THE TEAM	100,007	107,212
EFFECT OF FOREIGN EXCHANGE RATE CHANGES	89	_
ETTEGT OF FOREIGN EXOTIVINGETWITE OFFININGED		
CACH AND CACH FOUNTALENTS AT END OF THE VEAD	107111	150.007
CASH AND CASH EQUIVALENTS AT END OF THE YEAR	107,111	156,007
ANALYSIS OF THE BALANCES OF CASH AND CASH EQUIVALENTS		
Cash and cash equivalents as previously reported		132,249
Effect of reclassification of trust receipt loans		23,758
Cash and cash equivalents as restated		156,007
Representing:		
Bank balances and cash	107,149	156,007
Bank overdraft	(38)	-
	107,111	156,007