

For the year ended 31st March, 2004

	Notes	2004 HK\$'000	2003 HK\$'000
OPERATING ACTIVITIES			
Loss from operations		(3,108)	(55,351)
Adjustments for:			
Interest income		(1,279)	(2,004)
Dividend income from listed securities		(181)	(69)
Depreciation		422	840
Loss on disposal of property, plant and equipment		42	21
Impairment loss on investments in securities		-	21,450
Unrealised holding loss on investments in securities		-	14,513
(Surplus) deficit arising on revaluation of investment property		(90)	120
Allowances for bad and doubtful debts		-	1,734
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Operating cash flows before movements in working capital		(4,194)	(18,746)
(Increase) decrease in debtors, deposits and prepayments		(168)	7,899
Decrease (increase) in investments in securities		14,189	(4,651)
Increase (decrease) in creditors, accrued charges and other payables		2,670	(16,774)
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Cash generated from (used in) operations		12,497	(32,272)
Tax paid		(202)	(132)
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NET CASH FROM (USED IN) OPERATING ACTIVITIES		12,295	(32,404)
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INVESTING ACTIVITIES			
Repayment of short term receivables		56,576	51,143
Interest received		1,279	2,004
Dividend income from listed securities		181	69
Purchase of a subsidiary (net of cash and cash equivalents acquired)	23	(40,500)	9,004
Increase in short term receivables		(26,135)	(68,076)
Purchase of property, plant and equipment		(153)	(2,352)
Proceeds from dilution of interest in a subsidiary (net of cash and cash equivalent disposed of)	24	-	(18,520)
Purchase of investments in securities		-	(514)
Decrease in pledged bank deposits		-	247
Proceeds from disposal of property, plant and equipment		-	4
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NET CASH USED IN INVESTING ACTIVITIES		(8,752)	(26,991)
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CONSOLIDATED CASH FLOW STATEMENT

CONSOLIDATED CASH FLOW STATEMENT

For the year ended 31st March, 2004

	2004 HK\$'000	2003 HK\$'000
FINANCING ACTIVITIES		
Interest paid	(42)	(19)
Proceeds from issue of shares	—	18,500
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NET CASH (USED IN) FROM FINANCING ACTIVITIES	(42)	18,481
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NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENT	3,501	(40,914)
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR	18,564	59,464
EFFECT OF FOREIGN EXCHANGE RATE CHANGES	(18)	14
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CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR, represented by Bank balances and cash	22,047	18,564
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