

CONSOLIDATED CASH FLOW STATEMENT

For the year ended 31st December, 2000

| | NOTES | 2000 HK\$'000 | 1999 HK\$'000 |
|---|-------|------------------|------------------|
| NET CASH OUTFLOW FROM OPERATING ACTIVITIES | 22 | (12,064) | (7,185) |
| RETURNS ON INVESTMENTS AND SERVICING OF FINANCE | | | |
| Interest received | | 24 | 2 |
| Interest paid | | - | (2,104) |
| NET CASH INFLOW (OUTFLOW) FROM RETURNS ON INVESTMENTS AND SERVICING OF FINANCE | | 24 | (2,102) |
| TAXATION | | | |
| Overseas profits tax paid | | (1) | - |
| INVESTING ACTIVITIES | | | |
| Purchase of property, plant and equipment | | (809) | - |
| Liquidation proceeds from a subsidiary not consolidated | | 1,257 | - |
| Cash effect on deconsolidation of a subsidiary under liquidation | | - | (530) |
| Proceeds from disposal of property, plant & equipment | | - | 9,200 |
| NET CASH INFLOW FROM INVESTING ACTIVITIES | | 448 | 8,670 |
| NET CASH OUTFLOW BEFORE FINANCING | | (11,593) | (617) |
| FINANCING | 23 | | |
| Issue of shares | | 10,000 | - |
| Issue of convertible loan stock | | 30,000 | - |
| Repayment of a liquidated subsidiary's indebtedness | | (6,345) | - |
| Repayment of financial creditors | | (14,000) | - |
| (Repayment to) advance from a former director | | (4,200) | 3,352 |
| Repayment of bank borrowings | | - | (9,200) |
| Repayment of obligations under finance leases and hire purchase contracts | | - | (675) |
| NET CASH INFLOW (OUTFLOW) FROM FINANCING | | 15,455 | (6,523) |
| INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS | | 3,862 | (7,140) |
| CASH AND CASH EQUIVALENTS AT BEGINNING OF THE YEAR | | 164 | 7,304 |
| CASH AND CASH EQUIVALENTS AT END OF THE YEAR | | 4,026 | 164 |
| ANALYSIS OF THE BALANCES OF CASH AND CASH EQUIVALENTS | | | |
| Bank balances and cash | | 4,026 | 164 |