

CONDENSED CONSOLIDATED CASH FLOW STATEMENT

	<i>Note</i>	(Unaudited) Six months ended 30th September 2001 HK\$	(Unaudited) Six months ended 30th September 2000 HK\$
NET CASH OUTFLOW FROM OPERATING ACTIVITIES	10	<u>(9,434,239)</u>	<u>(9,024,583)</u>
RETURNS ON INVESTMENTS AND SERVICING OF FINANCE			
Interest paid		(1,319,972)	(1,563,373)
Interest received		<u>1,975</u>	<u>171,030</u>
NET CASH OUTFLOW FROM RETURNS ON INVESTMENTS AND SERVICING OF FINANCE		<u>(1,317,997)</u>	<u>(1,392,343)</u>
TAX PAID		<u>(2,740)</u>	<u>-</u>
INVESTING ACTIVITIES			
Purchase of property, plant and equipment		(487,208)	(539,336)
Proceeds from disposal of property, plant and equipment		1,186,822	-
Decrease in pledged bank deposits		<u>402,582</u>	<u>6,000,000</u>
NET CASH INFLOW FROM INVESTING ACTIVITIES		<u>1,102,196</u>	<u>5,460,664</u>
NET CASH OUTFLOW BEFORE FINANCING		<u>(9,652,780)</u>	<u>(4,956,262)</u>
FINANCING ACTIVITIES			
Increase in bank borrowings		-	55,522
Proceeds from issue of new shares, net of expenses		8,208,100	-
Borrowings raised		101,958	-
Repayment of bank borrowings		(87,910)	-
Repayment of loans from directors		(2,788,636)	-
Advance from a director		<u>-</u>	<u>1,250,000</u>
NET CASH INFLOW FROM FINANCING ACTIVITIES		<u>5,433,512</u>	<u>1,305,522</u>
DECREASE IN CASH AND CASH EQUIVALENTS		<u>(4,219,268)</u>	<u>(3,650,740)</u>
CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD		<u>1,583,108</u>	<u>2,958,164</u>
CASH AND CASH EQUIVALENTS AT END OF PERIOD		<u>(2,636,160)</u>	<u>(692,576)</u>
ANALYSIS OF THE BALANCES OF CASH AND CASH EQUIVALENTS			
Bank balances and cash		3,715,585	344,642
Bills payable		(982,340)	-
Trust receipt loans		(5,068,439)	(874,029)
Bank overdrafts		<u>(300,966)</u>	<u>(163,189)</u>
		<u>(2,636,160)</u>	<u>(692,576)</u>