**Condensed Consolidated Balance Sheet (continued)**

| | Notes | As at 30 September 2001 (Unaudited) HK$'000 | As at 31 March 2001 (Audited) HK$'000 |
|---|---|---|---|
| Net current liabilities | | **(4,673)** | (42,298) |
| Non-current liabilities | | | |
| Obligations under finance leases payable in more than one year | | **10,289** | 11,314 |
| Non-current portion of convertible bonds | | **14,015** | 21,023 |
| Minority interests | | **14,600** | – |
| Total non-current liabilities | | **38,904** | 32,337 |
| Net assets (liabilities) | | **950** | (53,730) |
| Capital and reserves | | | |
| Share capital | 9 | **106,042** | 89,151 |
| Reserves | 10 | **315,726** | 288,156 |
| Accumulated losses | | **(420,818)** | (431,037) |
| | | **950** | (53,730) |

**Condensed Consolidated Cash Flow Statement**

| | Unaudited Six months ended 30 September 2001 HK$'000 | 2000 HK$'000 |
|---|---|---|
| NET CASH (OUTFLOW) INFLOW FROM OPERATING ACTIVITIES | **(8,716)** | 36,977 |
| RETURNS ON INVESTMENTS AND SERVICING OF FINANCE | | |
| Interest received | **265** | 94 |
| Interest paid | **(1,787)** | (3,175) |
| Net cash outflow from returns on investments and servicing of finance | **(1,522)** | (3,081) |
| TAX | | |
| Hong Kong profits tax paid | **–** | (100) |

## Condensed Consolidated Cash Flow Statement (continued)

| | Notes | Unaudited Six months ended 30 September | |
| --- | --- | --- | --- |
| | | 2001 HK$'000 | 2000 HK$'000 |
| INVESTING ACTIVITIES | | | |
| Purchases of fixed assets | | **(1,673)** | (355) |
| Proceeds from disposal of fixed assets | | **248** | – |
| Repayment of shareholders' loan | | **(3,789)** | – |
| Development cost | | **(6,928)** | – |
| Acquisition of a subsidiary, net | 11 (a) | **(15,557)** | – |
| Disposal of subsidiaries | | **–** | (701) |
| Net cash outflow from investing activities | | **(27,699)** | (1,056) |
| NET CASH (OUTFLOW) INFLOW BEFORE FINANCING ACTIVITIES | | **(37,937)** | 32,740 |
| FINANCING ACTIVITIES | | | |
| Issue of new shares | | **28,800** | 45,500 |
| Share issue expenses | | **–** | (603) |
| Repayment of bank loans | | **(457)** | (6,698) |
| Repayment of other loans | | **–** | (3,259) |
| Repayment of obligations under finance leases | | **(129)** | – |
| Net cash inflow from financing activities | | **28,214** | 34,940 |
| (DECREASE) INCREASE IN CASH AND CASH EQUIVALENTS | | **(9,723)** | 67,680 |
| Cash and cash equivalents at beginning of period | | **(16,848)** | (98,946) |
| Effect of foreign exchange rate changes, net | | **(170)** | – |
| CASH AND CASH EQUIVALENTS AT END OF PERIOD | | **(26,741)** | (31,266) |
| ANALYSIS OF BALANCES OF CASH AND CASH EQUIVALENTS | | | |
| Cash and bank balances | | **17,567** | 2,652 |
| Bank overdrafts | | **(1,849)** | (18,009) |
| Trust receipt loans | | **–** | (5,766) |
| Other loans | | **(37,742)** | – |
| Bank loans | | **(4,717)** | (10,143) |
| | | **(26,741)** | (31,266) |