

## CONDENSED CONSOLIDATED CASH FLOW STATEMENT

FOR THE SIX MONTHS ENDED 30 SEPTEMBER 2001

|   | <b>Six months ended 30 September</b> |                    |
|---|--------------------------------------|--------------------|
|   | <b>2001</b>                          | <b>2000</b>        |
|   | <b>(unaudited)</b>                   | <b>(unaudited)</b> |
|   | <b>HK\$</b>                          | <b>HK\$</b>        |
| NET CASH INFLOW FROM OPERATING ACTIVITIES                             | <b>1,291,642</b>                     | 4,857,117          |
| RETURNS ON INVESTMENTS AND SERVICING OF FINANCE                       |                                      |                    |
| Interest paid   | <b>(1,920,510)</b>                   | (2,011,052)        |
| Interest on obligations under finance leases                          | <b>(24,981)</b>                      | (13,506)           |
| Dividends received from listed investments                            | <b>82</b>                            | 77,099             |
| NET CASH OUTFLOW FROM RETURNS ON INVESTMENTS AND SERVICING OF FINANCE | <b>(1,945,409)</b>                   | (1,947,459)        |
| INVESTING ACTIVITIES  |                                      |                    |
| Advances to associates  | <b>(54,955,506)</b>                  | (8,098,905)        |
| Purchase of property, plant and equipment                             | <b>(2,960,356)</b>                   | (1,071,048)        |
| Decrease in pledged bank deposits                                     | <b>51,350</b>                        | 93,165             |
| Proceeds from disposal of property, plant and equipment               | <b>120,000</b>                       | -                  |
| NET CASH OUTFLOW FROM INVESTING ACTIVITIES                            | <b>(57,744,512)</b>                  | (9,076,788)        |
| NET CASH OUTFLOW BEFORE FINANCING                                     | <b>(58,398,279)</b>                  | (6,167,130)        |
| FINANCING   |                                      |                    |
| Increase (Decrease) in obligations under finance leases               | <b>344,939</b>                       | (42,725)           |
| Increase (Decrease) in bank loans                                     | <b>57,765,228</b>                    | (225,441)          |
| (Decrease) Increase in advance from minority shareholders             | <b>(68,154)</b>                      | 113,145            |
| NET CASH INFLOW (OUTFLOW) FROM FINANCING                              | <b>58,042,013</b>                    | (155,021)          |
| DECREASE IN CASH AND CASH EQUIVALENTS                                 | <b>(356,266)</b>                     | (6,322,151)        |
| CASH AND CASH EQUIVALENTS AT BEGINNING OF THE PERIOD                  | <b>(3,502,625)</b>                   | 7,562,511          |
| EFFECT OF FOREIGN EXCHANGE RATE CHANGES                               | <b>-</b>                             | 162,946            |
| CASH AND CASH EQUIVALENTS AT END OF THE PERIOD                        | <b>(3,858,891)</b>                   | 1,403,306          |
| ANALYSIS OF THE BALANCES OF CASH AND CASH EQUIVALENTS                 |                                      |                    |
| Bank balances and cash  | <b>782,226</b>                       | 1,496,105          |
| Bank overdrafts   | <b>(4,641,117)</b>                   | (92,799)           |
|   | <b>(3,858,891)</b>                   | 1,403,306          |