

CASH FLOW STATEMENT

Victory Group Limited

	Note	2001 HK\$'000	2000 HK\$'000
Net cash (outflow)/inflow from operating activities	25(a)	(3,666)	14,571
Returns on investments and servicing of finance			
Interest received		308	659
Interest paid		(2,994)	(5,059)
Net cash outflow from returns on investments and servicing of finance		(2,686)	(4,400)
Taxation			
Hong Kong profits tax paid		(2,282)	(2,209)
Investing activities			
Decrease/(increase) in pledged time deposits		4,782	(515)
Payments to acquire fixed assets		(2)	–
Net cash inflow/(outflow) from investing activities		4,780	(515)
Net cash (outflow)/inflow before financing activities		(3,854)	7,447
Financing activities			
Issue of share capital	25(b)	5,520	1,723
Share issue expenses		(439)	(17)
Advance from a related party		14,649	–
New bank loan		9,000	–
Repayment to directors		(347)	(487)
Repayments of bank loans		(173)	(11,132)
Expired bank loans stated as cash equivalents		–	(19,344)
Net cash inflow/(outflow) from financing activities		28,210	(29,257)
Increase/(decrease) in cash and cash equivalents		24,356	(21,810)
Cash and cash equivalents at 1 January		(43,005)	(21,195)
Cash and cash equivalents at 31 December		(18,649)	(43,005)
Analysis of the balances of cash and cash equivalents			
Cash and bank balances		1,471	3,738
Trust receipt loans, bank loans and overdrafts repayable within three months from the date of advance		(20,120)	(46,743)
		(18,649)	(43,005)