

Consolidated Cash Flow Statement

FOR THE YEAR ENDED 31 DECEMBER 2001

	<i>NOTES</i>	2001 US\$'000	2000 US\$'000
NET CASH (OUTFLOW) INFLOW FROM OPERATING ACTIVITIES	34	<u>(2,565)</u>	<u>2,701</u>
RETURNS ON INVESTMENTS AND SERVICING OF FINANCE			
Interest paid		(1,769)	(4,194)
Dividends paid to minority shareholders of subsidiaries		(698)	–
Interest received		53	88
		<u> </u>	<u> </u>
NET CASH OUTFLOW FROM RETURNS ON INVESTMENTS AND SERVICING OF FINANCE		<u>(2,414)</u>	<u>(4,106)</u>
TAXATION			
Income tax in the People's Republic of China paid		(380)	(408)
Hong Kong Profits Tax refunded		–	1
		<u> </u>	<u> </u>
NET CASH OUTFLOW FROM TAXATION		<u>(380)</u>	<u>(407)</u>
INVESTING ACTIVITIES			
Acquisition of investments in securities		(1,974)	–
Purchase of property, plant and equipment		(1,798)	(3,879)
Deposit paid for an investment acquisition		(86)	–
Deconsolidation of a subsidiary (net of cash and cash equivalents deconsolidated of)	35	(23)	–
Proceeds from disposal of property, plant and equipment		441	522
Acquisition of a subsidiary (net of cash and cash equivalents acquired)	36	19	–
Proceeds from disposal of an associate		12	–
Disposal of subsidiaries (net of cash and cash equivalents disposed of)	37	–	(1,815)
		<u> </u>	<u> </u>
NET CASH OUTFLOW FROM INVESTING ACTIVITIES		<u>(3,409)</u>	<u>(5,172)</u>
NET CASH OUTFLOW BEFORE FINANCING		<u>(8,768)</u>	<u>(6,984)</u>

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NET CASH OUTFLOW BEFORE FINANCING		<u>(8,768)</u>	<u>(6,984)</u>
FINANCING	38		
Proceeds from issue of shares pursuant to the corporate restructuring		11,650	–
New borrowings raised		7,634	22,260
Proceeds from issue of shares upon subscription		4,083	–
Proceeds from issue of shares upon exercise of warrants		49	–
Cash repayment pursuant to the corporate restructuring		(6,000)	–
Buy-back and repayment of three-year loan notes		(1,181)	–
Repayment of borrowings		<u>(898)</u>	<u>(16,928)</u>
NET CASH INFLOW FROM FINANCING		<u>15,337</u>	<u>5,332</u>
INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS		6,569	(1,652)
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE YEAR		(4,694)	(2,981)
EFFECT OF CHANGES IN FOREIGN EXCHANGE RATES		<u>72</u>	<u>(61)</u>
CASH AND CASH EQUIVALENTS AT END OF THE YEAR		<u>1,947</u>	<u>(4,694)</u>
ANALYSIS OF THE BALANCE OF CASH AND CASH EQUIVALENTS			
Bank balances and cash		2,028	2,558
Bank overdrafts		(81)	(7,252)
		<u>1,947</u>	<u>(4,694)</u>