

# Consolidated Cash Flow Statement

For the year ended 30th June, 2002

	NOTES	2002 HK\$'000	2001 HK\$'000
<b>OPERATING ACTIVITIES</b>			
Cash used in operating activities	29	(64,216)	(70,582)
Hong Kong Profits Tax refunded		62	660
Hong Kong Profits Tax paid		(19)	(328)
Interest paid		(1,631)	(2,462)
Finance lease charge paid		(6)	–
Interest received		115	903
<b>NET CASH USED IN OPERATING ACTIVITIES</b>		<b>(65,695)</b>	<b>(71,809)</b>
<b>INVESTING ACTIVITIES</b>			
Purchase of subsidiaries (net of cash and cash equivalents acquired)	30	–	(22,563)
Deposits paid for investments		(973)	(14,586)
Purchase of investments in securities		–	(10,054)
Purchase of property, plant and equipment		(4,848)	(9,204)
Purchase of associates		–	(9,000)
Refund of payments made in connection with investment project		1,000	–
Proceeds from disposal of subsidiaries (net of cash and cash equivalents disposed of)	31	(1,275)	(11)
Proceeds from disposal of investment property		–	2,491
Proceeds from disposal of property, plant and equipment		7,799	1,166
Proceeds from disposal of investment in securities		2,491	1,061
<b>NET CASH FROM (USED IN) INVESTING ACTIVITIES</b>		<b>4,194</b>	<b>(60,700)</b>
<b>NET CASH USED BEFORE FINANCING ACTIVITIES</b>		<b>(61,501)</b>	<b>(132,509)</b>
<b>FINANCING ACTIVITIES</b>			
Issue of convertible notes for cash		20,600	42,600
Issue of shares for cash		45,000	40,960
Repayment of bank loans		(11,556)	(8,959)
Expenses paid in connection with the issue of shares		–	(1,447)
Principal repayment of obligations under a finance lease		(61)	–
<b>NET CASH GENERATED FROM FINANCING ACTIVITIES</b>		<b>53,983</b>	<b>73,154</b>
<b>DECREASE IN CASH AND CASH EQUIVALENTS</b>		<b>(7,518)</b>	<b>(59,355)</b>
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF THE YEAR</b>		<b>13,595</b>	<b>72,950</b>
<b>CASH AND CASH EQUIVALENTS AT END OF THE YEAR – representing bank balances and cash</b>		<b>6,077</b>	<b>13,595</b>