

Consolidated Cash Flow Statement

Period from 1 October 2001 to 31 December 2002

	Notes	Period from 1 October 2001 to 31 December 2002 HK\$'000	Year ended 30 September 2001 HK\$'000 (Restated)
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit/(loss) before tax		(20,993)	51,726
Adjustments for:			
Finance costs		37,171	37,604
Impairment of goodwill		–	58,672
Loss on disposal of subsidiaries, associates and jointly-controlled entity		6,672	–
Provision/(write back of provision) of investments in and amounts due from jointly-controlled entities		(3,284)	14,003
Share of profits and losses of jointly-controlled entities and associates		(84)	(3,191)
Interest income	7	(5,715)	(11,824)
Dividend income from long term investments	7	(2,047)	–
Write back of impairment of a long term investment	7	–	(675)
Gain on disposal of a long term investment	7	–	(240)
Loss/(gain) on disposal of fixed assets	7	(370)	3,169
Depreciation	7	47,572	28,480
Amortisation of trademarks	7	864	–
Operating profit before working capital changes		59,786	177,724
Decrease/(increase) in bonds and certificate of deposits		13,452	(23,452)
Decrease in bills receivable		5,560	11,977
Decrease in trade receivables		33,112	9,899
Increase in inventories		(11,979)	(13,637)
Increase in deposits, prepayments and other receivables		(42,203)	(54,535)
Decrease/(increase) in amounts due from jointly-controlled entities		(533)	22,471
Decrease in bills payable		(26,402)	(10,051)
Increase/(decrease) in trade payables and accrued purchases		28,203	(6,178)
Decrease in other payables and accruals		(17,100)	(38,326)
Decrease in provision for long service payments		(6,931)	(639)
Increase in amounts due to associates		–	953
Increase in amounts due to jointly-controlled entities		–	18,871
Cash generated from operations		34,965	95,077
Hong Kong profits tax paid		(3,167)	(1,203)
Taxes paid elsewhere		(1,172)	(3,714)
Net cash inflow from operating activities		30,626	90,160

Consolidated Cash Flow Statement (cont'd)

Period from 1 October 2001 to 31 December 2002

	Notes	Period from 1 October 2001 to 31 December 2002 HK\$'000	Year ended 30 September 2001 HK\$'000 (Restated)
CASH FLOWS FROM INVESTING ACTIVITIES			
Interest received		5,715	11,824
Dividends received from long term investments		2,047	–
Purchases of fixed assets		(157,490)	(80,112)
Purchases of investment properties		–	(28,787)
Proceeds from disposal of fixed assets		8,007	2,892
Proceeds from disposal of a long term investment		–	2,200
Decrease/(increase) in amounts due from jointly-controlled entities		4,360	(10,182)
Decrease in amounts due to jointly-controlled entities		–	(2,271)
Decrease in amounts due from associates		–	1,401
Increase/(decrease) in amounts due to associates		115	(2,780)
Acquisition of subsidiaries	34(b)	–	16,441
Capital contribution to a jointly-controlled entity		(5,974)	–
Disposal of subsidiaries	34(c)	(1,839)	–
Increase in pledged deposits		(11,961)	–
Proceeds from disposal of associates		3,206	–
Acquisition of minority interests in subsidiaries		(271)	(2,007)
Net cash outflow from investing activities		(154,085)	(91,381)
CASH FLOWS FROM FINANCING ACTIVITIES			
New bank loans		458,710	292,264
Increase/(decrease) in trust receipt loans		(112,659)	55,456
Repayment of bank loans		(309,675)	(230,238)
Repayment of other loans		–	(3,509)
Repurchase of shares		–	(564)
Capital element of finance lease and hire purchase rental payments		(661)	(698)
Interest paid	8	(24,111)	(25,205)
Interest element on finance lease and hire purchase rental payments	8	(81)	(331)
Factoring expenses	8	(4,913)	(5,778)
Bank charges	8	(8,066)	(6,290)
Exercise of share options	31	1,151	–
Dividends paid		(11,902)	(61,760)
Net cash inflow/(outflow) from financing activities		(12,207)	13,347

Consolidated Cash Flow Statement (cont'd)

Period from 1 October 2001 to 31 December 2002

	Period from 1 October 2001 to 31 December 2002 HK\$'000	Year ended 30 September 2001 HK\$'000 (Restated)
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS	(135,666)	12,126
Cash and cash equivalents at beginning of period/year	271,520	258,288
Effect of foreign exchange rate changes, net	186	1,106
CASH AND CASH EQUIVALENTS AT END OF PERIOD/YEAR	136,040	271,520
ANALYSIS OF BALANCES OF CASH AND CASH EQUIVALENTS		
Cash and bank balances	137,043	153,795
Non-pledged time deposits with original maturity of less than three months when acquired	–	118,811
Bank overdrafts, unsecured	(1,003)	(1,086)
	136,040	271,520