

Consolidated Cash Flow Statement

(For the year ended 31st March 2003)

	Note	2003 HK\$'000	2002 HK\$'000
Cash flows from operating activities			
Profit before taxation		22,132	5,584
Interest income		(118)	(1,025)
Interest expense		336	–
Depreciation of fixed assets		1,380	776
(Gain)/loss on disposal of fixed assets		(5)	167
Impairment of goodwill arising from acquisition of an associated company		–	150
Share of loss of an associated company		291	11
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Operating profit before working capital changes		24,016	5,663
Increase in inventories		(17,948)	(12,420)
Increase in accounts receivable		(28,811)	(12,235)
(Increase)/decrease in prepayments, deposits and other receivables		(1,516)	3,836
Increase in accounts payable		11,044	7,969
Increase in accruals and other payables		5,528	1,038
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Net cash used in operating activities		(7,687)	(6,149)
Overseas tax paid		(25)	–
Hong Kong profits tax refunded/(paid)		1,491	(4,293)
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Net cash outflow from operating activities		(6,221)	(10,442)
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Investing activities			
Purchase of fixed assets		(1,865)	(2,937)
Proceeds from disposal of fixed assets		128	204
Investment in an associated company		–	(300)
(Increase)/decrease in amount due from/(to) an associated company		(1,101)	51
Acquisition of additional interests in subsidiaries		–	(765)
Interest received		118	1,025
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Net cash outflow from investing activities		(2,720)	(2,722)
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Net cash outflow before financing		(8,941)	(13,164)
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Consolidated Cash Flow Statement

(For the year ended 31st March 2003)
(Continued)

	<i>Note</i>	2003 HK\$'000	2002 HK\$'000
Financing	23 (a)		
Interest paid		(336)	–
Dividends paid		(3,952)	(33,772)
Repayment to directors		–	(9,946)
Proceeds from issue of shares		–	50,000
Share issue expenses		–	(13,494)
New loans raised		7,000	–
Capital contributions from minority shareholders of subsidiaries		1	1,177
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Net cash inflow/(outflow) from financing		2,713	(6,035)
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Decrease in cash and cash equivalents		(6,228)	(19,199)
Cash and cash equivalents, beginning of year		26,675	45,874
Effect of foreign exchange rate changes		106	–
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Cash and cash equivalents, end of year	23 (b)	20,553	26,675
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