

CONSOLIDATED CASH FLOW STATEMENT

FOR THE YEAR ENDED 31ST MARCH, 2003

	2003 HK\$'000	2002 HK\$'000
OPERATING ACTIVITIES		
Loss before taxation	(332,276)	(272,457)
Adjustments for:		
Share of results of associates	344,434	33,306
Share of results of jointly controlled entities	(1,895)	–
Amortisation of negative goodwill	(18,895)	–
Interest expenses	34,295	46,332
Amortisation of deferred expenditure on issuance of convertible notes	2,385	3,114
Depreciation and amortisation of property, plant and equipment	18,756	1,765
Gain on disposal and dilution of interests in subsidiaries and associates	–	(2,128)
Impairment loss in respect of goodwill	–	195,466
Impairment loss on investment securities	20,410	–
Surplus arising from revaluation of investment properties	–	(125)
Surplus arising from revaluation of land and buildings	(242)	(250)
Net unrealised holding loss (gain) on listed other investments	3,049	(232)
Gain on disposal of listed other investments	(669)	–
Loss on disposal of property, plant and equipment	2,746	62
Gain on disposal of investment properties	(1)	(216)
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Operating cash flows before movements in working capital	72,097	4,637
Increase in inventories	(38)	(34)
Increase in amounts due from (to) customers for contract works, net of attributable interest expenses and depreciation and amortisation	(26,763)	–
Decrease (increase) in debtors, deposits and prepayments	28,716	(137)
Decrease in amounts due from associates	73	4,784
Increase in amounts due from related companies	(4,846)	(3,746)
Decrease in loans receivable	826	9,276
Decrease in creditors and accrued expenses	(82,186)	(2,936)
Increase (decrease) in amounts due to associates	4,889	(6,687)
Decrease in amounts due to related companies	(1,569)	–
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Cash (used in) from operations	(8,801)	5,157
Dividends received from associates	8,973	11,017
Dividends received from a jointly controlled entity	5,000	–
Overseas tax refunded	7	–
Hong Kong Profits Tax refunded	12	–
Hong Kong Profits Tax paid	(513)	–
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NET CASH FROM OPERATING ACTIVITIES	4,678	16,174

CONSOLIDATED CASH FLOW STATEMENT *(continued)*

FOR THE YEAR ENDED 31ST MARCH, 2003

	Note	2003 HK\$'000	2002 HK\$'000
INVESTING ACTIVITIES			
Repayments from associates		134,129	181,700
Purchase of subsidiaries, net of cash and cash equivalents acquired	39	81,286	–
Repayments from related companies		36,663	–
Proceeds from disposal of property, plant and equipment		13,582	–
Proceeds from disposal of listed other investments		3,561	–
Proceeds from disposal of investment properties		1,126	22,566
Proceeds from disposal of associates		27	–
Amounts advanced to associates		(109,326)	(314,700)
Amounts advanced to related companies		(37,043)	(42,000)
Acquisition of shares of associates		(27,370)	(12,193)
Investment in convertible notes receivable		(17,500)	–
Additions to property, plant and equipment		(12,023)	(759)
Additions to investment securities		(1,286)	(14,463)
Redemption of convertible notes receivable from an associate		–	385,900
NET CASH FROM INVESTING ACTIVITIES		65,826	206,051
FINANCING ACTIVITIES			
Proceeds from issue of convertible notes		392,500	–
New bank loans raised		218,190	–
Other loans raised		146,500	15,000
Amounts advanced from jointly controlled entities		21,883	–
Loan advanced from minority shareholders		1,560	–
Redemption of convertible notes		(580,000)	(150,000)
Repayments of bank borrowings		(92,815)	–
Interest paid		(36,712)	(49,195)
Repayments of other loans		(20,000)	(15,000)
Dividend paid to minority shareholders of subsidiaries		(1,350)	–
Expenditure incurred for issuance of convertible notes		(721)	–
Proceeds from issue of new shares		–	63,000
Repayments of amounts payable under margin accounts		–	(9,531)
Shares issue expenses		–	(1,121)
NET CASH FROM (USED IN) FINANCING ACTIVITIES		49,035	(146,847)
NET INCREASE IN CASH AND CASH EQUIVALENTS		119,539	75,378
CASH AND CASH EQUIVALENTS BROUGHT FORWARD		76,874	1,357
EFFECT OF FOREIGN EXCHANGE RATE CHANGES		(759)	139
CASH AND CASH EQUIVALENTS CARRIED FORWARD		195,654	76,874
ANALYSIS OF THE BALANCES OF CASH AND CASH EQUIVALENTS			
Bank deposits		214,963	82,218
Bank balances and cash		26,226	3,779
Bank overdrafts		(45,535)	(9,123)
		195,654	76,874