



Consolidated Cash Flow Statement

For the year ended 31st March, 2003

	2003 HK\$'000	2002 HK\$'000
OPERATING ACTIVITIES		
Loss before tax	(24,059)	(49,192)
Adjustments for:		
Bank interest income	(60)	(180)
Interest expenses	2,886	5,520
Depreciation and amortisation	18,104	21,151
Deficit on revaluation of leasehold land and buildings	992	1,538
Impairment loss recognised in respect of property, plant and equipment	4,136	9,442
Loss on disposal/written off of property, plant and equipment	1,032	5,132
Operating cash flows before movements in working capital	3,031	(6,589)
(Increase) decrease in inventories	(155)	2,497
Decrease (increase) in trade debtors	768	(625)
Decrease (increase) in other debtors	713	(379)
Increase in deposits and prepayments	(4,097)	(1,715)
Decrease in trade creditors	(2,008)	(1,688)
(Decrease) increase in other creditors and accrued charges	(3,099)	1,764
NET CASH USED IN OPERATING ACTIVITIES	(4,847)	(6,735)
INVESTING ACTIVITIES		
Interest received	60	180
Purchase of property, plant and equipment	(14,351)	(18,596)
Purchase of intangible asset	(200)	—
Proceeds from disposal of property, plant and equipment	161	2,426
Decrease (increase) in bank deposits pledged	3,517	(197)
NET CASH USED IN INVESTING ACTIVITIES	(10,813)	(16,187)
FINANCING		
Interest paid	(6,479)	(1,879)
Increase in amount due to a related company	100	—
Advances from minority shareholders of subsidiaries	8,936	—
(Repayment of) loan from a former shareholder	(69,626)	33,250
New bank loans raised	32,528	—
Repayment of bank loans	—	(5,835)
Repayment of obligations under finance leases	(66)	(61)
Proceeds from the issue of new shares	9,520	—
Other loan raised	37,000	—
Loan from a related company	5,000	—
NET CASH GENERATED FROM FINANCING ACTIVITIES	16,913	25,475
NET INCREASE IN CASH AND CASH EQUIVALENTS	1,253	2,553
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE YEAR	(5,417)	(7,970)
CASH AND CASH EQUIVALENTS AT END OF THE YEAR	(4,164)	(5,417)
ANALYSIS OF THE BALANCES OF CASH AND CASH EQUIVALENTS		
Bank balances and cash	1,538	3,424
Bank overdrafts	(5,702)	(8,841)
	(4,164)	(5,417)