

# Consolidated Cash Flow Statement

For the year ended 31st March, 2003

	Note	2003 HK\$'000	2002 HK\$'000 (Restated)
<b>Operating activities</b>			
(Loss) profit from operations		(20,548)	6,546
Adjustments for:			
Depreciation and amortisation		17,423	15,811
Unrealised loss in investments in trading securities		17,334	–
Impairment loss in club debentures		500	–
Loss on disposals of property, plant and equipment		96	285
Dividend income		(2,990)	–
Interest income		(1,335)	(4,490)
Revaluation (increase) decrease of investment properties		(520)	1,128
Impairment loss in discontinued business		–	2,118
Operating cash flows before movements in working capital		9,960	21,398
Decrease in inventories		1,208	20,520
Increase in trade and other receivables		(4,453)	(4,493)
Increase in bills receivable		(813)	(742)
Increase (decrease) in trade and other payables		9,068	(8,546)
Decrease in bills payable		(724)	(1,183)
Cash generated from operations		14,246	26,954
Hong Kong Profits Tax paid		(7)	(7)
Tax (paid) refunded in the PRC		(849)	58
<b>Net cash from operating activities</b>		<b>13,390</b>	<b>27,005</b>
<b>Investing activities</b>			
Decrease (increase) in bank deposits held for investment purposes		164,731	(7,525)
Dividend received		1,574	–
Interest received		1,335	5,048
Proceeds/deposit received on disposal of a subsidiary	8	805	345
Proceeds from disposals of property, plant and equipment		51	545
Purchase of investment properties		(191,230)	–
Purchase of investments in trading securities		(82,916)	–
Purchase of property, plant and equipment		(52,649)	(30,350)
Deposits paid for acquisition of plant and equipment		(3,328)	–
<b>Net cash used in investing activities</b>		<b>(161,627)</b>	<b>(31,937)</b>
<b>Financing activities</b>			
Increase (decrease) in bank loans		146,269	(2,183)
Increase in trust receipt loans		8,112	3,139
Interest paid		(1,393)	(70)
Proceeds from issue of ordinary shares		–	5,037
<b>Net cash from financing activities</b>		<b>152,988</b>	<b>5,923</b>
<b>Net increase in cash and cash equivalents</b>		<b>4,751</b>	<b>991</b>
<b>Cash and cash equivalents at beginning of the year</b>		<b>10,933</b>	<b>9,942</b>
<b>Cash and cash equivalents at end of the year</b>		<b>15,684</b>	<b>10,933</b>
<b>Analysis of the balances of cash and cash equivalents:</b>			
Cash and cash equivalents as previously reported			171,414
Effect of reclassification of trust receipt loans			4,250
Effect of reclassification of time deposits held for investment purposes			(164,731)
Cash and cash equivalents as restated			10,933
Being:			
Bank balances and cash		15,959	10,933
Bank overdrafts		(275)	–
		<b>15,684</b>	<b>10,933</b>