

Consolidated Cash Flow Statement

For the year ended 31st March, 2003

	Notes	2003 HK\$'000	2002 HK\$'000
OPERATING ACTIVITIES			
Profit (loss) from operations		16,764	(23,543)
Adjustments for:			
Dividend income		(496)	(193)
Interest income		(7,264)	(7,608)
Depreciation of property, plant and equipment		1,126	1,213
(Gain) loss on disposal of property, plant and equipment		(10)	560
Revaluation decrease (increase) of investment properties		2,300	(50)
Amortisation and impairment loss of goodwill of subsidiaries		8,678	468
Allowance for bad and doubtful debts		736	113
Operating cash flow before movements in working capital		21,834	(29,040)
Increase in investments in securities		(68,838)	(192,675)
Decrease in inventories		—	19,772
(Increase) decrease in trade and other receivables		(2,618)	3,355
Increase in trade and other payables		771	5,754
Decrease in property held for sale		—	4,000
Net cash used in operations		(48,851)	(188,834)
Interest paid		(718)	(423)
Dividends received from investments		496	193
Hong Kong Profits tax (paid) refund		(17)	2,264
NET CASH USED IN OPERATING ACTIVITIES		(49,090)	(186,800)
INVESTING ACTIVITIES			
Interest received		7,264	7,608
Proceeds from disposal of subsidiaries (net of cash and cash equivalents disposed of)	30	5,350	65,031
Proceeds from disposal of associates		—	181,060
Proceeds from disposal of property, plant and equipment		207	400
Purchase of property, plant and equipment		(6,654)	(24)
(Increase) decrease in pledged bank deposits		(178)	3,131
Deposits paid for acquisition of investment properties		(5,000)	—
Purchase of investment properties		—	(58,500)
Purchase of subsidiaries (net of cash and cash equivalents acquired)	31	—	(3,638)
Repayment to associates		—	(278)
Investment in associates		(94,582)	(171,771)
NET CASH (USED IN) GENERATED FROM INVESTING ACTIVITIES		(93,593)	23,019

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For the year ended 31st March, 2003

	2003 HK\$'000	2002 HK\$'000
FINANCING ACTIVITIES		
New bank borrowings raised	—	29,250
Proceeds from issue of shares	26,250	66,667
Expenses of issue of shares	(525)	(2,102)
Repayment of bank borrowings	(1,560)	(17,860)
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NET CASH GENERATED FROM FINANCING ACTIVITIES	24,165	75,955
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DECREASE IN CASH AND CASH EQUIVALENTS	(118,518)	(87,826)
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CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR	151,382	239,208
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CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR	32,864	151,382
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ANALYSIS OF THE BALANCES OF CASH AND CASH EQUIVALENTS		
Bank balances and cash	36,554	152,012
Bank overdrafts	(3,690)	(630)
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	32,864	151,382
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