

CONSOLIDATED CASH FLOW STATEMENT

For the year ended 31st March, 2003 (Expressed in Hong Kong dollars)

	Notes	2003 '000	2002 '000
OPERATING ACTIVITIES			
Loss from operations		(28,382)	(9,771)
Adjustments for:			
Dividend income		(530)	(247)
Interest income		(159)	(523)
Depreciation		118	–
Allowance for other receivables		1,000	–
Loss on disposal of investments in securities		22,365	7,895
Operating cash flows before movements in working capital		(5,588)	(2,646)
Decrease (increase) in trade receivable		78	(57)
Increase in other receivable		(6,351)	(264)
Increase (decrease) in other payables and accrued charges		522	(960)
Increase in amount due to a related company		530	–
Cash used in operations		(10,809)	(3,927)
Dividend received		530	247
Interest received		159	523
Interest paid		(1)	(21)
NET CASH USED IN OPERATING ACTIVITIES		(10,121)	(3,178)
INVESTING ACTIVITIES			
Purchases of investments in securities		(16,769)	(33,865)
Proceeds on disposal of investments in securities		22,688	32,138
Disposal of a subsidiary	24	7,300	–
Deposits paid for the acquisition of an investment security/a subsidiary		(7,600)	–
Settlement of a loan due to a former shareholder of a subsidiary		–	(1,560)
Purchase of property, plant and equipment		(850)	–
Purchase of a subsidiary (net of cash and cash equivalents acquired)	25	–	(4,461)
Increase in loan receivable from an investee company		–	(3,510)
NET CASH FROM (USED IN) INVESTING ACTIVITIES		4,769	(11,258)
FINANCING ACTIVITIES			
Proceeds from issue of shares		–	9,880
Expenses incurred in connection with the issue of shares		–	(463)
NET CASH FROM FINANCING ACTIVITIES		–	9,417
NET DECREASE IN CASH AND CASH EQUIVALENTS		(5,352)	(5,019)
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE YEAR, representing bank balances and cash		5,389	10,408
CASH AND CASH EQUIVALENTS AT END OF THE YEAR, representing bank balances and cash		37	5,389