

CONSOLIDATED CASH FLOW STATEMENT

For the year ended 31st March, 2003

	Notes	2003 HK\$'000	2002 HK\$'000
OPERATING ACTIVITIES			
Loss from operations		(55,351)	(22,858)
Adjustments for:			
Interest income		(2,004)	(1,245)
Dividend income from listed securities		(69)	–
Depreciation		840	350
Loss on disposal of property, plant and equipment		21	2,953
Impairment loss on investments in securities		21,450	360
Unrealised holding loss on investments in securities		14,513	1,115
Deficit arising on revaluation of investment property		120	150
Allowances for bad and doubtful debts		1,734	1,950
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Operating cash flows before movements in working capital		(18,746)	(17,225)
Decrease (increase) in debtors, deposits and prepayments		7,899	(17,965)
Increase in investments in securities		(4,651)	(23,861)
(Decrease) increase in creditors, accrued charges and other payables		(16,774)	7,801
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Cash used in operations		(32,272)	(51,250)
Tax paid		(132)	(204)
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NET CASH USED IN OPERATING ACTIVITIES		(32,404)	(51,454)
INVESTING ACTIVITIES			
Increase in short term receivables		(68,076)	(19,643)
Proceeds from disposal of interests in subsidiaries (net of cash and cash equivalent disposed of)	24	(18,520)	(3,397)
Purchase of property, plant and equipment		(2,352)	(1,145)
Purchase of investments in securities		(514)	–
Repayment of short term receivables		51,143	–
Purchase of subsidiaries (net of cash and cash equivalents acquired)	25	9,004	(21,640)
Interest received		2,004	1,245
Decrease in pledged bank deposits		247	3,982
Dividend income from listed securities		69	–
Proceeds from disposal of property, plant and equipment		4	13
Proceeds from disposal of investment in securities		–	117
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NET CASH USED IN INVESTING ACTIVITIES		(26,991)	(40,468)

For the year ended 31st March, 2003

	2003 HK\$'000	2002 HK\$'000
FINANCING ACTIVITIES		
Proceeds from issue of shares	18,500	150,000
Interest paid	(19)	(29)
Share issue expenses	-	(5,442)
Exercise of options	-	1,872
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NET CASH GENERATED FROM FINANCING ACTIVITIES	18,481	146,401
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NET (DECREASE) INCREASE IN CASH AND CASH EQUIVALENT	(40,914)	54,479
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR	59,464	5,087
EFFECT OF FOREIGN EXCHANGE RATE CHANGES	14	(102)
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CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR	18,564	59,464
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ANALYSIS OF THE BALANCES OF CASH AND CASH EQUIVALENTS, represented by		
Bank balances and cash	18,564	59,464
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