

Consolidated Cash Flow Statement

For the year ended 31 March 2003

(Expressed in Hong Kong dollars)

	2003	2002
Note	\$'000	restated \$'000
Operating activities		
Loss from ordinary activities before taxation	(70,962)	(78,965)
Adjustments for:		
– Interest income	(1,656)	(709)
– Depreciation	16	–
– Provision for impairment in value of other investments	60,000	–
– Deficit on revaluation of investment properties	15,080	70
– Finance costs	15,792	31,743
– Gain on disposal of interest in associates	(5,112)	(17,877)
– Net unrealised loss in respect of trading securities	2,272	–
– Provision for doubtful debts	2,612	1,106
– Provision for impairment in value of goodwill	–	78,400
– Share of loss of an associate	–	3,837
– Fixed assets written off	–	24
– Gain on disposal of other investments	–	(5,295)
Operating results before changes in working capital	18,042	12,334
Decrease/(increase) in prepayments, deposits and other receivables	267	(1,337)
Increase in accounts receivable	(3,367)	(354)
(Decrease)/increase in other payables and accruals	(616)	1,501
Increase in amounts due to related companies	–	483
Cash generated from operations	14,326	12,627
Hong Kong profits tax paid	(50)	(18)
Net cash from operating activities	14,276	12,609
Investing activities		
Purchases of fixed assets	(512)	–
Proceeds from disposal of other investments	–	5,295
Interest received	1,656	709
Acquisition of an associate	–	(44,700)
Net cash from/(used in) investing activities	1,144	(38,696)

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	Note	2003 \$'000	2002 restated \$'000
Financing activities			
Gross proceeds from issue of shares		18,416	126,120
Share issue expenses		(1,038)	(3,136)
New bank loans		24,321	168,583
Repayment of promissory notes		(15,000)	(55,841)
Repayment of loan from a related company		(89,526)	–
Loans from related companies		11,696	85,038
Repayment of convertible bonds		(60,000)	–
Other borrowing costs paid		(18,283)	(36,954)
Issue of convertible bonds		–	60,000
Bank charges and refinancing charges		–	(3,239)
Repayment of other borrowings		–	(12,195)
Repayment of a bank loan		–	(177,012)
Net cash (used in)/from financing activities		(129,414)	151,364
Net (decrease)/increase in cash and cash equivalents		(113,994)	125,277
Cash and cash equivalents at the beginning of the year	16	127,096	1,819
Cash and cash equivalents at the end of the year		13,102	127,096
Analysis of balance of cash and cash equivalents			
Cash and bank balances		2,152	2,117
Non-pledged time deposits with original maturity of less than three months when acquired		10,950	124,979
		13,102	127,096

The notes on pages 34 to 66 form part of these financial statements.