

CONSOLIDATED CASH FLOW STATEMENT

Year ended 31 March 2003

	Notes	2003 HK\$'000	2002 HK\$'000 (Restated)
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit/(loss) before tax		4,997	(34,408)
Adjustments for:			
Finance costs	7	96	488
Share of profits and losses of jointly-controlled entities and associates		(2,734)	(4,343)
Interest income	5	(311)	(2,030)
Depreciation	6	3,966	1,198
Loss/(gain) on disposal of fixed assets	6	(3)	1,041
Loss on disposal of an investment property	6	-	460
Unrealised holding loss/(gain) on short term investments	6	(1,325)	1,034
Write off of an amount due from a jointly-controlled entity	6	282	-
Write off of an amount due from a related company	6	54	-
Provision for an amount due from an associate	6	878	375
Provision/(reversal of provision) for an amount due from a related company	6	(3,044)	3,044
Provision for non-recoverable amounts due from contract customers	6	4,412	5,605
Reversal of provision for non-recoverable amounts due from contract customers	6	(11,618)	(590)
Provision for prepayments, deposits, other debtors and other assets	6	2,056	-
Deficit arising from revaluation of an investment property and leasehold land and buildings	6	451	1,243
Deficit arising from revaluation of plant and machinery and motor vehicles	6	474	1,654
Surplus arising from revaluation of motor vehicles	6	(30)	-
Gain on disposal of subsidiaries	5	-	(3,260)
Gain on dilution of interest in a subsidiary	5	(78)	-
Write off of long outstanding payables	5	(13,900)	-
Operating loss before working capital changes		(15,377)	(28,489)

Notes	2003 HK\$'000	2002 HK\$'000 (Restated)
CASH FLOWS FROM OPERATING ACTIVITIES		
Operating loss before working capital changes	(15,377)	(28,489)
Decrease in accounts receivable	15,309	34,010
Decrease/(increase) in balances with jointly-controlled entities	10,402	(276)
Increase in balances with associates	(469)	–
Decrease/(increase) in balances with related companies	4,490	(1,710)
Increase in balances with minority shareholders	(5,825)	(6,761)
Decrease/(increase) in prepayments, deposits, other debtors and other assets	896	(6,549)
Increase in short term investments	–	(15,604)
Decrease in accounts and bills payable	(26,035)	(24,787)
Increase in accrued liabilities and other payables	1,170	9,192
Cash generated from operations	(15,439)	(40,974)
Interest paid	(96)	(488)
Interest element on finance lease rental payments	(27)	(188)
Hong Kong profits tax refunded	387	7,827
Net cash outflow from operating activities	(15,175)	(33,823)

	Notes	2003 HK\$'000	2002 HK\$'000 (Restated)
Net cash outflow from operating activities		(15,175)	(33,823)
CASH FLOWS FROM INVESTING ACTIVITIES			
Interest received		311	2,030
Purchases of fixed assets	12	(1,027)	(2,282)
Proceeds from disposal of fixed assets		952	247
Proceed from disposal of an investment property		-	1,740
Disposal of subsidiaries	28(b)	-	594
Capital contribution to associates		(4)	(4)
Capital contribution to jointly-controlled entities		(8,758)	-
Advances to jointly-controlled entities		-	(1,955)
Repayment of advance to a jointly-controlled entity		-	1,159
Advances to associates		(2,042)	(7,699)
Pledge of bank deposits		(540)	(15,730)
Net cash outflow from investing activities		(11,108)	(21,900)
CASH FLOWS FROM FINANCING ACTIVITIES			
New bank loans		8,000	6,000
Repayment of bank loans		(6,000)	(1,334)
New trust receipt loans		349	-
Repayment of trust receipt loans		-	(3,182)
Capital element of finance lease rental payments		(886)	(940)
Advances from jointly-controlled entities		-	3,490
Net cash inflow from financing activities		1,463	4,034
NET DECREASE IN CASH AND CASH EQUIVALENTS		(24,820)	(51,689)
Cash and cash equivalents at beginning of year		32,448	84,137
CASH AND CASH EQUIVALENTS AT END OF YEAR		7,628	32,448
ANALYSIS OF BALANCES OF CASH AND CASH EQUIVALENTS			
Cash and bank balances	19	4,590	5,037
Non-pledged time deposits with original maturity of less than three months when acquired	19	3,038	32,214
Bank overdrafts	22	-	(4,803)
		7,628	32,448