

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		1,968	(26,482)
Adjustments for:			
Share of losses of associates		2	3,605
Interest paid		1,488	2,601
Interest income	5	(568)	(1,407)
Depreciation	7	3,087	6,615
Provision for impairment of goodwill		—	12,680
Loss on disposal of fixed assets	7	434	2,037
Gain on disposal of a subsidiary		—	781
Loss on disposal of subsidiaries		—	(1,122)
Provision for impairment of fixed assets		—	826
Unrealised holding losses on long term investments		8,374	6,567
Operating profit before working capital changes		14,785	7,383
Decrease/(increase) in gross amount due from contract customers		(25,097)	15,219
Decrease/(increase) in inventories		1,028	(164)
Decrease/(increase) in trade and other receivables		(28,641)	36,622
Decrease in retention money receivable		5,716	2,953
Decrease in prepayments, deposits and other assets		1,130	400
Increase/(decrease) in gross amount due to contract customers		37,689	(33,974)
Increase/(decrease) in trade payables		5,146	(19,369)
Decrease in bills payable		(9,962)	(4,658)
Decrease in retention money payable		(3,543)	(5,919)
Increase in other payables and accruals		5,874	32,114
Cash generated from operations		4,125	30,607
Interest paid		(1,488)	(2,601)
Hong Kong profits tax paid		(10,434)	(5,226)
Hong Kong profits tax refunded		812	191
Net cash inflow/(outflow) from operating activities – page 29		(6,985)	22,971

CONSOLIDATED CASH FLOW

STATEMENT *(Continued)*

Year ended 31 March 2003

	Notes	2003 HK\$'000	2002 HK\$'000 (Restated)
Net cash inflow/(outflow) from operating activities – page 28		(6,985)	22,971
CASH FLOWS FROM INVESTING ACTIVITIES			
Interest received		568	1,407
Purchases of fixed assets	14	(588)	(7,138)
Proceeds from disposal of fixed assets		576	—
Disposal of subsidiaries	31(b)	—	(460)
Advances to an associate		(2)	—
Additional investment in a long term investment		(990)	—
Net cash outflow from investing activities		(436)	(6,191)
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from issue of share capital		—	15,427
Repurchase of shares		—	(108)
Loans from minority shareholders of subsidiaries		—	6,900
Repayment of a minority shareholders' loan		—	(761)
Dividends paid to a minority shareholder		(6,000)	—
Capital element on finance lease rental payments		(337)	(760)
Increase/(decrease) in trust receipt loans		12,734	(54,585)
New bank loans raised		8,000	—
Repayments of bank loans		(667)	—
Net cash inflow/(outflow) from financing activities		13,730	(33,887)
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS		6,309	(17,107)
Cash and cash equivalents at beginning of year		31,778	48,885
CASH AND CASH EQUIVALENTS AT END OF YEAR		38,087	31,778
ANALYSIS OF BALANCES OF CASH AND CASH EQUIVALENTS			
Cash and bank balances	21	14,238	10,316
Non-pledged time deposits with original maturity of less than three months when acquired	21	12,587	15,710
Time deposits with original maturity of less than three months when acquired, pledged as security for bank overdraft facilities	21	27,348	26,800
Bank overdrafts	24	(16,086)	(21,048)
		38,087	31,778