



# Consolidated Cash Flow Statement

Annual Report  
2003

For the year ended 31 March 2003

# 22

	Notes	2003 HK\$'000	2002 HK\$'000
<b>Cash flows from operating activities</b>			
Profit before taxation		230	52,300
Adjustments for:			
Interest income		(2,770)	(316)
Interest expenses		22,947	17,304
Depreciation on property, plant and equipment		12,899	16,621
Loss on disposal of property, plant and equipment		12,916	6,155
Gain on disposal of an associate		–	(115)
Gain on deemed partial disposal of a subsidiary		–	(20,000)
Liabilities waived by unsecured creditors		–	(89,779)
Gain on waiver of amount due to a creditor		–	(4,989)
Exchange gain		–	(274)
Amortisation and write-off of product development costs		3	6,044
Amortisation of goodwill		93	78
Negative goodwill recognised as income		(14,088)	(10,566)
Share of loss of an associate		374	403
Impairment losses on land and buildings		699	–
Gain on disposal of a joint venture		(3,403)	–
Gain on disposal of a property development project		(20,000)	–
Gain on disposal of subsidiaries		(9,736)	–
Operating profit/(loss) before working capital changes		164	(27,134)
Decrease in amount due from a joint venture		–	5,189
Decrease in inventories		21,329	12,787
Decrease/(Increase) in amount due from a fellow subsidiary		54,862	(54,862)
(Increase)/Decrease in trade and bills receivables, other receivables and deposits		(30,567)	6,807
Increase/(Decrease) in trade and bills payables, other payables and amounts due to fellow subsidiaries and ultimate holding company		100,174	(21,774)
Cash generated from/(used in) operations		145,962	(78,987)
Interest received		2,770	316
Interest paid		(79,624)	(29,461)
Overseas income tax paid		(40)	(133)
<i>Net cash generated from/(used in) operating activities</i>		<b>69,068</b>	(108,265)



	Notes	2003 HK\$'000	2002 HK\$'000
<b>Cash flows from investing activities</b>			
Purchase of property, plant and equipment		(1,781)	(8,123)
Payment for land held for development		(10,194)	(51,134)
Payment for product development costs		(120)	(6,087)
Proceeds from disposal of property, plant and equipment		7,077	4,887
Proceeds from disposal of an associate		–	443
Acquisition of subsidiaries	33(a)	–	501
Disposal of a subsidiary	33(b)	7,304	(142)
Additional deposit received		–	478
Proceeds from disposal of a joint venture		3,492	–
Deposit paid for acquisition of investments		(100,000)	–
<i>Net cash used in investing activities</i>		<b>(94,222)</b>	(59,177)
<b>Cash flows from financing activities</b>			
New bank borrowings raised		–	459,771
Contribution from a minority shareholder of a subsidiary		–	20,000
Repayment of bank loans and borrowings		(194,369)	(4,673)
Capital element of finance lease payments		(278)	(656)
<i>Net cash (used in)/generated from financing activities</i>		<b>(194,647)</b>	474,442
<b>(Decrease)/Increase in cash and cash equivalents</b>		<b>(219,801)</b>	307,000
<b>Cash and cash equivalents at 1 April</b>		<b>228,351</b>	(78,649)
<b>Cash and cash equivalents at 31 March</b>		<b>8,550</b>	228,351
<b>Analysis of the balances of cash and cash equivalents</b>			
Cash at banks and in hand		8,822	228,623
Bank overdrafts		(272)	(272)
		<b>8,550</b>	228,351