



CONSOLIDATED CASH FLOW STATEMENT

For the year ended 31 March 2003

	2003 HK\$'000	2002 HK\$'000
Cash flows from operating activities		
Loss before taxation	(7,094)	(5,318)
Adjustments for:		
Interest income	(2,216)	(2,804)
Interest expense	10,124	18,323
Finance charges on obligations under finance leases	4	6
Depreciation	4,151	2,869
Amortisation of permanent textile quota entitlements	1,551	3,601
Write-off of goodwill on acquisition of subsidiaries	7,194	—
Write-off of goodwill on acquisition of additional interest in subsidiaries	364	—
Allowance (write back of allowance) for doubtful debts (Reversal of deficit) deficit arising on revaluation of investment properties	6,353	(1,233)
Allowance for properties held for sale	(15,815)	10,270
Loss on disposal of property, plant and equipment	6,080	—
Loss on disposal of permanent textile quota entitlements	11	—
Exchange loss	—	34
Unrealised loss on other investments	—	1,155
Loss on disposal of other investments	11,000	28,418
Impairment loss recognised in respect of leasehold land and buildings	50,372	588
Impairment loss recognised in respect of properties under development	—	4,439
	—	2,784
Operating profit before movements in working capital	72,079	63,132
Increase in inventories	(971)	(6,494)
Increase in trade and other receivables	(4,242)	(83,906)
Decrease (increase) in bills receivable	22,088	(7,483)
(Decrease) increase in trade and other payables	(31,908)	18,362
(Decrease) increase in bills payable	(3,071)	2,621
Cash from (used in) operations	53,975	(13,768)
Interest paid	(10,404)	(18,323)
Finance charges on obligations under finance leases paid	(4)	(6)
Hong Kong Profits Tax paid	(13,900)	(7,125)
Hong Kong Profits Tax refunded	—	108
Net cash from (used in) operating activities	29,667	(39,114)

CONSOLIDATED CASH FLOW STATEMENT



For the year ended 31 March 2003

NOTE	2003 HK\$'000	2002 HK\$'000
Cash flows from investing activities		
Proceeds from disposal of other investments	54,604	7,299
Interest received	2,216	2,804
Proceeds from disposal of property, plant and equipment	5	—
Purchase of property, plant and equipment	(107,958)	(13,146)
Advance of loans	(60,822)	(7,524)
Acquisition of subsidiaries, net of cash and cash equivalents acquired	(26,215)	—
31	(10,127)	(7,442)
Net cash used in investing activities	<u>(148,297)</u>	<u>(18,009)</u>
Cash flows from financing activities		
Bank loans raised	169,332	—
Proceeds from issue of new shares	79,421	143,394
Other loan raised	4,000	—
Repayment of bank loans	(136,065)	(70,011)
Repayment of obligations under finance leases	(20)	(21)
Net cash from financing activities	<u>116,668</u>	<u>73,362</u>
Net (decrease) increase in cash and cash equivalents	<u>(1,962)</u>	<u>16,239</u>
Cash and cash equivalents at beginning of the year	<u>55,770</u>	<u>39,531</u>
Cash and cash equivalents at end of the year, represented by bank balances and cash	<u><u>53,808</u></u>	<u><u>55,770</u></u>