

# CONSOLIDATED CASH FLOW STATEMENT

For the year ended 31 March 2003

	2003 <i>HK\$'000</i>	2002 <i>HK\$'000</i>
<b>OPERATING ACTIVITIES</b>		
(Loss)/profit before taxation	<b>(93,001)</b>	17,748
Adjustment for:		
Interest income	<b>(74)</b>	(246)
Dividend income from other investments	<b>(336)</b>	–
Interest expense	<b>5,260</b>	4,566
Depreciation	<b>2,805</b>	2,550
Amortisation of goodwill	<b>2,027</b>	1,861
Gain on disposal of development costs to an associate	<b>(2,593)</b>	–
Impairment loss on development costs	<b>8,838</b>	–
Loss/(gain) on disposal of other investments	<b>9,957</b>	(231)
Unrealised holding loss/(gain) on other investments	<b>25,801</b>	(433)
Loss on disposal of property, plant and equipment	<b>335</b>	103
Share of result of associates	<b>2,829</b>	–
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Operating cash flows before investment in working capital	<b>(38,152)</b>	25,918
Decrease/(increase) in trade and other receivables	<b>41,709</b>	(15,690)
Increase in inventories	<b>(30,102)</b>	(2,801)
Decrease/(increase) in amount due from an associate	<b>932</b>	(932)
Increase in trade and other payables	<b>36,317</b>	6,028
Increase/(decrease) in amount due to a related company	<b>47</b>	(20,390)
Increase in amounts due to directors	<b>879</b>	–
Increase in amount due to an associate	<b>8,993</b>	–
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Cash from/(used in) operations	<b>20,623</b>	(7,867)
Interest paid	<b>(5,260)</b>	(4,566)
Taxation paid in the PRC	<b>(246)</b>	(499)
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Net cash from/(used in) operating activities	<b>15,117</b>	(12,932)
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# CONSOLIDATED CASH FLOW STATEMENT

For the year ended 31 March 2003

	Notes	2003 HK\$'000	2002 HK\$'000
<b>INVESTING ACTIVITIES</b>			
Interest received		74	246
Dividend received from other investments		336	–
Deposits paid to an independent third party		–	(14,151)
Purchase of other investments		(72,832)	(9,905)
Acquisition of a subsidiary, net of cash and cash equivalents acquired	29	–	(9,170)
Acquisition of investment in associate		(3,255)	–
Additions of developments costs		(2,207)	(8,142)
Purchase of property, plant and equipment		(1,318)	(4,643)
Decrease/(increase) in pledged bank deposits		3,444	(4,446)
Repayment of amounts due to shareholders		–	(3,789)
Proceeds from disposal of other investments		34,449	2,518
Proceeds from disposal of property, plant and equipment		–	448
<b>NET CASH USED IN INVESTING ACTIVITIES</b>		<b>(41,309)</b>	<b>(51,034)</b>
<b>FINANCING ACTIVITIES</b>			
	31		
Issue of new shares		31,146	64,800
New borrowings raised		–	45,328
Repayments of bank and other borrowings		(6,315)	(33,203)
Repurchase of shares		–	(9,703)
Share issue expenses		–	(1,030)
<b>NET CASH GENERATED FROM FINANCING ACTIVITIES</b>		<b>24,831</b>	<b>66,192</b>
<b>(DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS</b>		<b>(1,361)</b>	<b>2,226</b>
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR</b>		<b>8,127</b>	<b>5,901</b>
<b>CASH AND CASH EQUIVALENTS AT END OF YEAR</b>		<b>6,766</b>	<b>8,127</b>
<b>ANALYSIS OF THE BALANCES OF CASH AND CASH EQUIVALENTS</b>			
Cash and cash equivalent as previously reported		6,766	(2,780)
Effect of reclassification of other borrowings		–	10,907
Cash and cash equivalent as restated, represented by bank balances and cash		<b>6,766</b>	<b>8,127</b>