

CONSOLIDATED CASH FLOW STATEMENT

For the year ended 31 March 2003

	Note	2003 HK\$'000	2002 HK\$'000
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit before tax		24,803	21,443
Adjustments for:			
Interest income		(60)	(67)
Dividend income from investment securities		(56)	–
Depreciation		847	134
Amortisation of intangible assets		113	–
Finance costs		32	2
Operating profit before working capital changes		25,679	21,512
Increase in trade receivables		(1,884)	(248)
Decrease/(Increase) in prepayments, deposits and other receivables		741	(4,561)
Decrease in amount due from a director		34	6,039
Increase/(Decrease) in trade and other payables		174	(71)
Cash generated from operations		24,744	22,671
Interest received		60	67
Hong Kong profits tax paid		–	(281)
Hong Kong profits tax refund		183	–
Net cash inflow from operating activities		24,987	22,457
CASH FLOWS FROM INVESTING ACTIVITIES			
Payments to acquire fixed assets		(15,407)	(38)
Payments for advance to agents		(17,297)	–
Payments to acquire intangible assets		(4,645)	–
Dividend received from investment securities		56	–
Payments to acquire investment securities		(1,000)	(5,520)
Net cash outflow from investing activities		(38,293)	(5,558)
CASH FLOWS FROM FINANCING ACTIVITIES			
Net proceeds from mortgage loan		6,650	–
Repayment of mortgage loan		(41)	–
Proceeds from issue of share capital		36,000	–
Share issue expenses		(7,854)	–
Interest and bank charges paid		(32)	(2)
Dividends paid		(9,600)	(18,000)
Net cash inflow/(outflow) from financing activities		25,123	(18,002)
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS		11,817	(1,103)
Cash and cash equivalents at beginning of year		2,297	3,400
CASH AND CASH EQUIVALENTS AT END OF YEAR	23	14,114	2,297

The accompanying notes form an integral part of these financial statements.