

CONSOLIDATED CASH FLOW STATEMENT

For the year ended 30 June 2003

	2003 HK\$'000	2002 HK\$'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Net loss for the year	(64,185)	(37,723)
Adjustments for:		
Impairment loss recognised in respect of leasehold land and buildings	36,601	16,000
Impairment loss recognised in respect of club debenture	1,100	–
Impairment loss recognised in respect of investment securities	800	–
Gain on disposal of investment securities	–	(250)
Interest expense	12,841	5,305
Interest income	(10)	(5)
Depreciation	3,941	5,497
Allowance for doubtful debts	91	–
	<u>(8,821)</u>	<u>(11,176)</u>
Operating cash flows before movements in working capital	(8,821)	(11,176)
Increase in properties under development	(59,625)	(57,736)
(Increase) decrease in other receivables, deposits and prepayments	(4,082)	974
Increase in other payables	5,637	15,977
	<u>(66,891)</u>	<u>(51,961)</u>
Net cash used in operations	(66,891)	(51,961)
Interest paid	(2,963)	(66,338)
	<u>(69,854)</u>	<u>(118,299)</u>
NET CASH USED IN OPERATING ACTIVITIES		
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest received	10	5
Purchase of property, plant and equipment	(4)	(138)
Proceeds from disposal of investment securities	–	250
	<u>6</u>	<u>117</u>
NET CASH FROM INVESTING ACTIVITIES		
CASH FLOWS FROM FINANCING ACTIVITIES		
Other loans raised	74,670	45,434
Bank loans raised	6,460	52,964
Repayment of bank loans	(773)	(558)
Advances from a director of subsidiaries	–	10,500
	<u>80,357</u>	<u>108,340</u>
NET CASH FROM FINANCING ACTIVITIES		
NET CASH INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	10,509	(9,842)
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE YEAR	(10,087)	(245)
CASH AND CASH EQUIVALENTS AT END OF THE YEAR	422	(10,087)
ANALYSIS OF THE BALANCES OF CASH AND CASH EQUIVALENTS		
Bank balances and cash	422	755
Bank overdrafts	–	(10,842)
	<u>422</u>	<u>(10,087)</u>