



CONSOLIDATED CASH FLOW STATEMENT

For the Year Ended 31st December, 2003

	2003 HK\$'000	2002 HK\$'000
Operating activities		
(Loss) profit for the year	(160,879)	18,045
Adjustment for:		
Interest income	(98)	(221)
Interest expenses	3,136	3,810
Deficit on revaluation of investment properties	—	17,900
Impairment loss on investment properties	5,900	—
Gain on disposal of investment in securities	(26)	—
Loss on disposal of investment properties	6,731	—
Depreciation of property, plant and equipment	10,636	5,297
Impairment loss on property, plant and equipment	4,788	—
Provision for doubtful amount	171,950	—
Amortisation of goodwill	5,618	3,862
Loss on disposal of club debenture	205	—
Unrealised holding (gains) losses on other investments	(23)	93
Loss on disposal of property, plant and equipment	609	14
Operating cash flow before movements in working capital	48,547	48,800
Increase in inventories	(8,609)	(5,423)
(Increase) decrease in trade and other receivables	(80,877)	4,892
Increase in trade and other payables	22,389	14,086
Net cash generated from (used in) operating activities	(18,550)	62,355
Investing activities		
Acquisition of subsidiaries	—	(130,919)
Acquired loans from former shareholders of subsidiaries	—	(128,653)
Purchases of property, plant and equipment	(7,540)	(23,904)
Decrease (increase) in pledged bank deposits	8,570	(133)
Interest received	98	221
Net proceeds from disposal of investment in securities	52	—
Net proceeds from disposal of investment properties	16,769	—
Increase in other receivable	—	208
Net proceeds from disposal of property, plant and equipment	1,955	10
Net cash generated from (used in) investing activities	19,904	(283,170)



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Financing activities		
Issue of convertible notes	—	230,000
Issue of new shares, net of expenses	—	26,244
Repayments of secured bank loans	(15,140)	(16,786)
Interest paid	(1,148)	(2,396)
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Net cash (used in) generated from financing activities	(16,288)	237,062
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Net (decrease) increase in cash and cash equivalents	(14,934)	16,247
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Cash and cash equivalents at 1st January	46,792	30,545
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Cash and cash equivalents at 31st December	31,858	46,792
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Analysis of the balances of cash and cash equivalents		
Being:		
Bank balances and cash	31,858	47,749
Bank overdraft	—	(957)
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	31,858	46,792
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