

CONSOLIDATED CASH FLOW STATEMENT

For the year ended 31st December 2003

| | <i>Note</i> | 2003 HK\$'000 | 2002 HK\$'000 |
|---|-------------|--------------------------------|------------------|
| Operating activities | | | |
| Net cash used in operations | 22(a) | (10,676) | (22,232) |
| Interest paid | | (883) | (371) |
| Profits tax paid | | (106) | (667) |
| Net cash used in operating activities | | (11,665) | (23,270) |
| Investing activities | | | |
| Interest received | | 7 | 48 |
| Purchase of fixed assets | | (1,634) | (3,065) |
| Sale of fixed assets | | 43 | – |
| Sale of subsidiaries, net of cash disposed | 3(a),(c) | 5,426 | 1,846 |
| Purchase of subsidiaries, net of cash acquired | 22(c) | (30,696) | (9,906) |
| Investment in unlisted shares | | (300) | – |
| Increase in pledged bank deposits | | (9,654) | – |
| Net cash used in investing activities | | (36,808) | (11,077) |
| Net cash used before financing | | (48,473) | (34,347) |
| Financing activities | 22(b) | | |
| Increase in short-term bank loans | | 5,943 | – |
| (Decrease)/increase in trust receipt bank loans | | (1,707) | 357 |
| Increase in long-term loans | | 57,479 | – |
| Repayment of long-term loans | | (462) | – |
| | | 61,253 | 357 |
| Increase/(decrease) in cash and cash equivalents | | 12,780 | (33,990) |
| Cash and cash equivalents at 1st January | | (1,376) | 32,614 |
| Cash and cash equivalents at 31st December | | 11,404 | (1,376) |
| Analysis of balances of cash and cash equivalents | | | |
| Cash and bank balances | | 16,382 | 5,192 |
| Bank overdrafts | | (4,978) | (6,568) |
| | | 11,404 | (1,376) |