

CONSOLIDATED CASH FLOW STATEMENTS

Year ended 31 December 2003

	NOTES	2003 HK\$'000	2002 HK\$'000
CASH FLOWS FROM OPERATING ACTIVITIES			
(LOSS)/PROFIT BEFORE TAXATION		(86,470)	18,797
ADJUSTMENTS FOR:			
Depreciation	13	16,172	18,062
Interest received		(1)	(124)
Interest expenses		212	386
Loss on disposal of fixed assets		28,439	966
Provision for taxation		8,930	1,495
OPERATING CASH FLOWS BEFORE MOVEMENTS IN WORKING CAPITAL			
		(32,718)	39,582
Decrease in inventories		1,647	4,559
Decrease in accounts receivable		9,898	30,487
Increase/(decrease) in prepayments, deposits and other receivable		39,840	(37,583)
Decrease in trust receipt loans	16	-	(4,124)
Decrease in accounts payable		(872)	(7,518)
(Decrease)/increase in accrued liabilities and other payables		(5,309)	820
(Decrease)/increase in an amount due to related companies		(289)	289
NET CASH INFLOW FROM OPERATING ACTIVITIES			
		12,197	26,512
RETURNS ON INVESTMENTS AND SERVICING OF FINANCE			
Interest received		1	124
Interest paid		(212)	(386)
NET CASH OUTFLOW FROM RETURNS ON INVESTMENTS AND SERVICING OF FINANCE			
		211	(262)
TAXATION			
Tax paid		-	-
INVESTING ACTIVITIES			
Purchases of fixed assets		(264)	(65,838)
NET CASH (OUTFLOW)/INFLOW BEFORE FINANCING ACTIVITIES			
		11,722	(39,588)
FINANCING ACTIVITIES			
Proceeds from issue of share capital		-	26,824
Bank loan raised		-	15,000
Repayment of bank loan		(13,820)	(5,234)
Hire purchase raised		-	800
Repayment of hire purchase		-	(243)
DECREASE IN CASH AND CASH EQUIVALENTS			
		(2,098)	(2,441)
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR			
		1,961	4,402
CASH AND CASH EQUIVALENTS AT END OF YEAR			
		(137)	1,961
ANALYSIS OF BALANCES OF CASH AND CASH EQUIVALENTS			
Cash and bank balances		(137)	1,961

The notes on pages 22 to 40 form an integral part of these financial statements.