$\rangle\!\!\rangle$ Consolidated Cash Flow Statement

For the period from 1 April 2003 to 31 December 2003

Cash flows from operating activities 2003 200			Period from	
Cash flows from operating activities Profit before taxation and minority interests Profit before taxation of property, plant and equipment Profit before taxation of goodwill Profit before taxation Profit before t			1 April 2003	
Cash flows from operating activities Profit before taxation and minority interests 115,889 45,902 Adjustments for: Depreciation on property, plant and equipment 18,840 29,752 Amortisation of goodwill 34,842 39,716 Negative goodwill recognised as income (13,618) (18,158) Write off of bad debts - 18,517 Write off of product development costs 27 - 3 Amortisation of property software - 7,871 Gain on disposal of subsidiaries 42(b) (40,388) (10,198) Gain on disposal of subsidiaries 42(b) (40,388) (10,198) Gain on disposal of property development projects - (13,606) Gain on disposal of property development projects - (117,778) Gain on disposal of property development projects - (117,778) Gain on disposal of property development projects - (17,355) Loss on disposal of property development projects - (17,355) Loss on disposal of property development 1,594 12,668 (Surplus)/Deficit on revaluation of hotel properties and investment properties (16,000) 15,415 Deficit/(Surplus) on revaluation of properties under development 12,598 (6,645) Impairment losses on land and buildings - 1,174 (Write back of impairment losses)/Impairment losses on land and buildings - 1,174 (17,391) 7,055 Impairment losses on goodwill 9,664 - (17,391) 7,055 Impairment losses on goodwill 9,664 - (17,391)			to	Year ended
Notes			31 December	31 March
Profit before taxation and minority interests 115,889 45,902			2003	2003
Profit before taxation and minority interests		Notes	HK\$'000	HK\$'000
Profit before taxation and minority interests	Cook flows from anaroting activities			
Adjustments for: 18,840 29,752 Depreciation on property, plant and equipment 34,842 39,716 Negative goodwill recognised as income (13,618) (18,158) Write off of bad debts – 18,517 Write off of product development costs 27 – Amortisation of product development costs – 3 Amortisation of proprietary software – 7,871 Gain on disposal of subsidiaries 42(b) (40,388) (10,198) Gain on disposal of proprietary software – (3,403) Gain on disposal of proprietary software – (3,403) Gain on disposal of property development projects – (117,606) Gain on disposal of property plant and equipment 1,594 12,668 Guardian on disposal of other investment 1,594 12,668 (80mplus)/Deficit on revaluation of hotel properties (16,000) 15,415 Loss on disposal of property, plant and equipment 12,598 (6,645) 11,744 Write back of impairment losses on land and buildings – 1,174 (Write back of impairment losses)/Impairment losses (1			115 990	45 002
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Interest waived by creditors (Increase)/Decrease in fair value of short term investment (Increase)/				7,055
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Write back of other payables Liabilities waived by a director Share of results of associates Reduction in goodwill due to recognition of deferred tax assets Defined benefit retirement scheme expenses Interest income Interest expenses (2,226) - (30,000) 124 358 Reduction in goodwill due to recognition of deferred tax assets 13,327 - 394 Interest income (10,330) (3,691) Interest expenses 35,192 41,161				
Liabilities waived by a director — (30,000) Share of results of associates 124 358 Reduction in goodwill due to recognition of deferred tax assets 13,327 — Defined benefit retirement scheme expenses 592 394 Interest income (10,330) (3,691) Interest expenses 35,192 41,161				11,526
Share of results of associates Reduction in goodwill due to recognition of deferred tax assets Defined benefit retirement scheme expenses Interest income Interest expenses 124 358 13,327 - (10,330) (3,691) Interest expenses 35,192 41,161	* *		(2,226)	(20,000)
Reduction in goodwill due to recognition of deferred tax assets13,327-Defined benefit retirement scheme expenses592394Interest income(10,330)(3,691)Interest expenses35,19241,161			- 124	
Defined benefit retirement scheme expenses 592 394 Interest income (10,330) (3,691) Interest expenses 35,192 41,161				358
Interest income (10,330) (3,691) Interest expenses 35,192 41,161				-
Interest expenses 35,192 41,161				
Operating profit before working capital changes 108,104 26,590	Interest expenses		35,192	41,161
	Operating profit before working capital changes		108,104	26,590

$\rangle\!\!\rangle$ Consolidated Cash Flow Statement

For the period from 1 April 2003 to 31 December 2003

	Period from 1 April 2003	
	to	Year ended
	31 December	31 March
	2003	2003
Notes	HK\$'000	HK\$'000
Increase/(Decrease) in amount due to associates	625	(170)
Decrease in inventories	1,902	21,657
Decrease/(Increase) in trade and other receivables	138,718	(97,243)
Increase in trade payables, other payables and accruals	12,081	38,063
Payment for defined benefit retirement scheme	(1,763)	(1,155)
Increase in amount due to a director	1,917	15,124
Decrease in amounts due to shareholders		(1,154)
Decrease in amounts due to shareholders		(1,131)
Cash generated from operations	261,584	1,712
Overseas taxes (paid)/refunded	(3,959)	2,578
	(0,202)	
Net cash generated from operating activities	257,625	4,290
Cash flows from investing activities		
Payments to acquire property, plant and equipment	(19,450)	(13,343)
Proceeds from disposal of property, plant and equipment	21,098	8,085
Repayments from related companies	14,929	19,614
Net cash (outflow)/inflow in respect of acquisition of subsidiaries 42(a)	(50,041)	11,657
Net cash (outflow)/inflow in respect of disposal of subsidiaries 42(b)	(362)	7,303
Compensation received upon expiry of options to acquire shares	100,000	_
Proceeds from disposal of a jointly controlled entity	_	3,492
Proceeds from disposal of other investment	_	5,660
Payment for product development costs	_	(120)
Advances to prospective investee companies	(7,171)	(17,500)
Increase in consideration paid for acquisition of prospective investee companies	_	(10,700)
Deposit paid for acquisition of investments	(87,472)	(100,000)
Increase in land held for development	(21,231)	(10,184)
Payment for land premium	(16,559)	(14,151)
Increase in amount due to a minority shareholder	(10,557)	2,359
Interest received	10,330	714
	10,000	, 1
Net cash used in investing activities	(55,929)	(107,114)

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For the period from 1 April 2003 to 31 December 2003

	Period from	
	1 April 2003	
	to	Year ended
	31 December	31 March
	2003	2003
Notes	HK\$'000	HK\$'000
Cash flows from financing activities		
Issue of convertible notes	200,000	200,000
Capital element of finance lease payments	(195)	(325)
New loans and other borrowings raised	64,496	49,474
Repayments to securities brokers and margin financiers	(2,363)	(33,795)
Repayments of loans and other borrowings	(357,407)	(251,843)
Interest paid	(64,872)	(50,254)
Net cash used in financing activities	(160,341)	(86,743)
Net increase/(decrease) in cash and cash equivalents	41,355	(189,567)
Cash and cash equivalents at 1 April	66,198	258,738
Effect of foreign exchange rate changes	(360)	(2,973)
Cash and cash equivalents at 31 December/31 March	107,193	66,198
Analysis of balances of cash and cash equivalents	40-45	
Cash at banks and in hand	107,464	66,469
Bank overdrafts	(271)	(271)
	107,193	66,198