

CONSOLIDATED CASH FLOW STATEMENT

For the year ended 31st March, 2004

	2004 HK\$	2003 HK\$
Profit (loss) from operations	6,008,623	(8,215,135)
Adjustments for:		
Depreciation	5,719,342	5,670,123
Amortisation of intangible asset	1,885,400	1,000,000
Allowance for doubtful debts	–	1,026,061
Dividend income	(732,797)	(307,661)
Interest income	(71,153)	(625,479)
Unrealised holding (gain) loss on listed other investments	(5,451,984)	702,855
Loss on disposal of property, plant and equipment	1,539,166	121,742
Loss on disposal of investment properties	55,000	–
Impairment loss on property, plant and equipment	2,517,803	–
Revaluation (increase) decrease on investment properties	(3,150,000)	9,888,702
Revaluation (increase) decrease on hotel property	(2,010,459)	6,297,782
Income from investment in intangible asset	–	(612,630)
Operating cash flows before movements in working capital	6,308,941	14,946,360
Decrease (increase) in investments in securities	11,283,180	(10,316,628)
(Increase) decrease in inventories	(44,530)	418
Increase in trade and other receivables	(1,530,141)	(1,063,798)
Decrease in amounts due from related companies	167,437	351,390
(Decrease) increase in trade and other payables	(1,491,272)	4,354,437
Increase in deposits received	40,342	260,655
Increase in amount due to an associate	394,926	–
Decrease in amounts due to directors	(61,882)	(45,000)
Decrease in amount due to a related company	(20,405)	(3,480)
NET CASH FROM OPERATING ACTIVITIES	15,046,596	8,484,354
INVESTING ACTIVITIES		
Acquisition of investment properties	–	(32,208,702)
Acquisition of property, plant and equipment	(3,840,612)	(3,132,768)
Increase in pledged bank deposits	(11,359)	(25,797)
Proceeds on disposal of property, plant and equipment	4,000	–
Proceeds on disposal of investment properties	855,000	–
Acquisition of intangible asset	–	(11,312,400)
Acquisition of additional interest in a subsidiary	–	(37,225,662)
Acquisition of associates	–	(3)
Acquisition of investments in securities	–	(2,759,955)
Income received from investment in intangible asset	–	306,315
Dividend received	732,797	307,661
Interest received	71,153	625,479
NET CASH USED IN INVESTING ACTIVITIES	(2,189,021)	(85,425,832)

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For the year ended 31st March, 2004

	2004 HK\$	2003 HK\$
FINANCING ACTIVITIES		
Interest paid on bank and other loans	(4,578,678)	(5,305,321)
Interest paid on finance leases	(52,164)	(33,898)
Repayment of obligations under finance leases	(373,136)	(260,691)
New bank and other borrowings raised	28,027,640	20,000,000
Repayment of bank and other borrowings	(83,099,984)	(59,809,569)
Repayment of loan by an associate	19,589,118	82,778,427
Repayment to an associate	–	(50,000,002)
Advance to associates	(4,638,562)	(1,485,956)
Advance from (repayment to) a minority shareholder	19,517	(3,861,425)
NET CASH USED IN FINANCING ACTIVITIES	(45,106,249)	(17,978,435)
NET DECREASE IN CASH AND CASH EQUIVALENTS	(32,248,674)	(94,919,913)
CASH AND CASH EQUIVALENTS BROUGHT FORWARD	26,604,431	121,524,344
CASH AND CASH EQUIVALENTS CARRIED FORWARD	(5,644,243)	26,604,431
ANALYSIS OF THE BALANCES OF CASH AND CASH EQUIVALENTS		
Bank balances and cash	1,259,994	26,604,431
Bank overdrafts	(6,904,237)	–
	(5,644,243)	26,604,431