

Consolidated Cash Flow Statement

For the year ended 31 March 2004

	Note	2004 HK\$'000	2003 HK\$'000
Net cash used in operating activities	28	(26,658)	(26,535)
Cash flows from investing activities			
Payments to acquire tangible fixed assets		(1,033)	(307)
Payments to acquire other investments		(5,885)	(15,020)
Acquisition of a subsidiary, net of cash acquired	29	12,002	–
Disposal of subsidiaries	8	(18)	–
De-consolidation of a subsidiary in liquidation	30	–	(1)
Proceeds from disposal of other investments		4,720	–
Proceeds from disposal of tangible fixed assets		1,489	1,727
Net cash generated from/ (used in) investing activities		11,275	(13,601)
Cash flows from financing activities			
Net proceeds from issue of shares		28,356	41,421
Repayment of hire-purchase contracts		(26)	(479)
Net cash generated from financing activities		28,330	40,942
Net increase in cash and cash equivalents		12,947	806
Cash and cash equivalents brought forward		2,210	1,404
Cash and cash equivalents carried forward		15,157	2,210
Analysis of balances of cash and cash equivalents			
Cash and bank balances		15,157	2,210

As at 31 March 2004, the Group had cash and bank balances of approximately HK\$14,895,000 (2003: HK\$9,000) which are denominated in Renminbi. The remittance of these funds out of the People's Republic of China ("PRC") is subject to the exchange control restrictions imposed by the PRC government.

Certain comparatives to the cash flow statement and related notes have been changed so as to conform with the current year's presentation.

The accompanying notes form an integral part of these financial statements.