

Consolidated Cash Flow Statement

For the year ended 31 March 2004

	2004 HK\$'000	2003 HK\$'000
Cash flows from operating activities		
Profit before taxation	30,822	85,345
Adjustments for:		
Interest income	(39)	(5)
Interest expenses	4,557	6,878
Share of results of associates	(9,214)	–
Realisation of negative goodwill in respect of acquisition of an associate	(13,488)	–
Loss (gain) on disposal of property, plant and equipment	652	(289)
Depreciation and amortisation of property, plant and equipment	5,626	7,664
Revaluation surplus recognised in respect of investment properties	(6,228)	(5,894)
Loss on disposal of investment properties	–	1,698
Allowance of amount due from an associate	166	256
Reversal of impairment loss recognised in respect of property, plant and equipment	–	(615)
Reversal of allowance of doubtful receivables	–	(2,583)
Reversal of allowance of inventories	–	(10,918)
Gain from settlement in respect of Heat Supply Project	–	(22,861)
Reversal of impairment loss recognised in respect of intangible assets	–	(79,460)
Operating cash flows before working capital changes	12,854	(20,784)
(Increase) decrease in inventories	(4,251)	6,358
Decrease in trade and other receivables	26	30,403
Increase in bills receivables	(9,201)	(630)
Increase in amount due from a minority interest	(394)	(943)
Decrease in trade and other payables	(12,040)	(22,279)
Increase in amount due to a minority interest	3,799	–
Cash used in operations	(9,207)	(7,875)
Hong Kong Profits Tax paid	(430)	(1)
PRC Enterprise Income Tax paid	(2,416)	–
Hong Kong Profits Tax refunded	–	194
Overseas Tax refunded	–	44
Net cash used in operating activities	(12,053)	(7,638)
Cash flows from investing activities		
Proceeds from disposals of investment properties	63,000	87,902
Proceeds from disposals of property, plant and equipment	524	579
Purchases of property, plant and equipment	(6,710)	(3,346)
Acquisition of an associate	(16,866)	–
Dividends received from an associate	20,874	–
Dividends paid to a minority interest	(928)	–
Repayment of amount due from associates	14,271	4,223
Interest received	39	5
Net cash from investing activities	74,204	89,363

For the year ended 31 March 2004

	2004	2003
	<i>HK\$'000</i>	<i>HK\$'000</i>
Cash flows from financing activities		
Repayment of bank loans	(42,929)	(70,668)
Repayment of other loans	(18,500)	(1,405)
Repayment of trust receipt loans	(568)	(2,624)
Interest paid	(1,748)	(2,222)
Proceeds from issue of new shares upon exercise of options (net of expenses)	403	223
Loan from an intermediate controlling shareholder	–	15,000
Other loans raised	–	6,950
Net cash used in financing activities	(63,342)	(54,746)
Net (decrease) increase in cash and cash equivalents	(1,191)	26,979
Cash and cash equivalent at 1 April	29,946	2,625
Effect of foreign exchange rate changes	–	342
Cash and cash equivalents at 31 March	28,755	29,946
Analysis of balances of cash and cash equivalents		
Bank balances and cash	28,755	29,946