

Consolidated Cash Flow Statement

For the year ended 31 March 2005

	2005	2004
	HK\$'000	HK\$'000
Operating activities		
Profit/(loss) from operations	7,296	(260,007)
Adjustments for:		
Interest income	(49)	(518)
Dividend income	(15)	(34,837)
Negative goodwill recognised as income	(2,164)	(2,164)
Depreciation	1,338	1,608
Amortisation of goodwill	584	584
Loss on disposals of fixed assets	1,163	1,009
Loss on disposal of investment property	–	850
Unrealised holding losses on listed investments	8,582	611
Net realised holding gains on listed investments	(5,913)	(8,739)
Revaluation increase in investment properties	(1,000)	(2,000)
Gains on disposals of investment properties	–	(3,327)
Amortisation of investment in a joint venture	22,837	68,510
Impairment loss of long term investments	423	56,765
Impairment loss of investment in a joint venture	–	174,913
Impairment loss of land and buildings	–	1,495
Provisions against accounts and loans receivable	4,109	12,839
Reversal of impairment loss of investment in a joint venture	(22,837)	–
Reversal of impairment loss of property held for redevelopment	(2,000)	(12,000)
Reversal of provisions for doubtful debts	(12,884)	(7,930)
Operating loss before changes in working capital	(530)	(12,338)
Decrease in inventories	509	2,545
Decrease in accounts and loans receivable	24,463	11,167
Decrease in other receivables, deposits and prepayments	4,869	3,982
Decrease/(increase) in short term investments	3,998	(10,398)
Decrease in client trust bank accounts	5,303	3,333
Decrease in accounts payable, other payables and accruals	(10,302)	(7,397)
Decrease in amount due to a joint venture	6,204	–
Cash generated from/(used in) operations	34,514	(9,106)

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For the year ended 31 March 2005

	2005	2004
	HK\$'000	HK\$'000
Interest paid	(6,795)	(8,829)
Hong Kong profits tax (paid)/refund	(198)	432
Net cash inflow/(outflow) from operating activities	27,521	(17,503)
Investing activities		
Dividend received	15	14,303
Dividend paid	(468)	–
Interest received	49	518
Purchases of fixed assets	(189)	(835)
Sales proceeds from disposals of fixed assets	1,072	740
Sales proceeds from disposals of investment properties	–	1,750
Sales proceeds from disposals of long term investments	187	4,634
Net cash generated from investing activities	666	21,110
Financing activities		
Proceeds from shares issued upon exercise of share options	–	4,771
Increase in time deposits pledged to banks	–	(5,000)
New bank loans raised	1,479	3,000
Repayments of bank loans	(18,376)	(26,266)
Capital element of hire purchase contracts payments	(795)	(376)
Net cash used in financing activities	(17,692)	(23,871)
Net increase/(decrease) in cash and cash equivalents	10,495	(20,264)
Cash and cash equivalents at beginning of the year	(3,034)	17,230
Cash and cash equivalents at end of the year	7,461	(3,034)
Analysis of the balances of cash and cash equivalents		
Cash and bank balances	13,412	4,832
Bank overdrafts	(5,951)	(7,866)
	7,461	(3,034)

The notes on pages 29 to 64 form part of these financial statements.