



Consolidated Cash Flow Statement

Year ended 31 March 2005

	Notes	2005 HK\$'000	2004 HK\$'000
CASH FLOWS FROM OPERATING ACTIVITIES			
Loss before tax		(27,136)	(9,359)
Adjustments for:			
Finance costs	10	7,877	8,726
Share of profits and losses of jointly-controlled entities		(483)	(78)
Interest income	7	(6)	(10)
Loss on disposal of fixed assets	8	777	210
Loss on disposal of a discontinued operation	5	7,554	–
Gain arising on write off of bank indebtedness and interest payable		(4,940)	(15,915)
Depreciation	8	18,668	21,119
Amortisation of a long term investment	8	284	–
Impairment of an interest in a jointly-controlled entity	8	7,425	–
Surplus on revaluation of leasehold land and buildings	8	(11)	(11)
Bad debts written off	8	514	–
Provision against other receivables	8	–	940
Operating profit before working capital changes		10,523	5,622
Decrease in prepaid rentals		2,156	2,196
Increase in inventories		(1,882)	(6,057)
Decrease in accounts and bills receivables		4,373	7,707
Decrease/(increase) in prepayments, deposits and other receivables		1,570	(273)
Decrease in accounts and bills payables		(13,794)	(9,264)
Increase/(decrease) in other payables and accruals		4,472	(4,199)
Increase in an amount due to a joint venture partner		826	662
Increase/(decrease) in an amount due to a director		(241)	701
Increase in an amount due to a related company		700	–
Cash generated from/(used in) operations		8,703	(2,905)
Interest received		6	10
Interest paid		(5,776)	(8,464)
Interest element of finance lease rental payments		(161)	(262)
Hong Kong profits tax refunded/(paid)		(2,416)	1,424
Net cash inflow/(outflow) from operating activities			
Continuing operations		330	(10,214)
Discontinued operations		26	17
		356	(10,197)



Consolidated Cash Flow Statement (Cont'd)

Year ended 31 March 2005

	Notes	2005 HK\$'000	2004 HK\$'000
Net cash inflow/(outflow) from operating activities			
Continuing operations		330	(10,214)
Discontinued operations		26	17
		356	(10,197)
CASH FLOWS FROM INVESTING ACTIVITIES			
Purchases of fixed assets		(2,560)	(1,352)
Proceeds from disposal of fixed assets		6,343	34
Disposal of a subsidiary	33(a)	665	–
Increase in pledged deposits		(799)	(2,034)
		3,448	(3,103)
Net cash inflow/(outflow) from investing activities			
Continuing operations		3,448	(3,103)
Discontinued operations		201	(249)
		3,649	(3,352)
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from issue of shares		13,440	–
Share issue expenses		(85)	–
Increase in loan from a shareholder		1,420	–
Drawdown of bank loans		5,276	25,332
Repayment of bank loans		(1,500)	(19,402)
Drawdown of other loans		2,870	6,307
Repayment of other loans		(14,647)	–
Capital element of finance lease rental payments		(1,210)	(1,299)
Capital returned to a minority equityholder		(647)	(1,275)
		4,917	9,663
Net cash inflow from financing activities			
Continuing operations		4,917	9,663
Discontinued operations		–	–
		4,917	9,663
INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS		8,922	(3,886)
Cash and cash equivalents at beginning of year		4,414	8,300
		13,336	4,414
CASH AND CASH EQUIVALENTS AT END OF YEAR		13,336	4,414
ANALYSIS OF BALANCES OF CASH AND CASH EQUIVALENTS			
Cash and bank balances		13,336	4,414