

# CONSOLIDATED CASH FLOW STATEMENT

Year ended 31 March 2005

	<i>Notes</i>	<b>2005</b> <b>HK\$'000</b>	2004 HK\$'000
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Profit/(loss) before tax		<b>(33,826)</b>	15,650
Adjustments for:			
Interest paid	7	<b>1,084</b>	1,161
Interest income		<b>(1,317)</b>	(1,772)
Depreciation	6	<b>1,749</b>	2,539
Loss/(gain) on disposal of fixed assets	6	<b>(29)</b>	7
Gain on dissolution of discontinued operations	28	-	(4,105)
Loss/(gain) on dissolution of subsidiaries	28	<b>(313)</b>	33
Gain on dissolution of an associate		<b>(199)</b>	-
Provision for amounts due from former subsidiaries		-	2,179
Provision for doubtful debts	6	<b>1,531</b>	109
Unrealised holding losses on long term investments		<b>654</b>	8,863
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Operating profit/(loss) before working capital changes		<b>(30,666)</b>	24,664
Decrease/(increase) in gross amount due from contract customers		<b>(5,702)</b>	1,655
Decrease in inventories		<b>2,853</b>	251
Decrease/(increase) in trade and other receivables		<b>(32,894)</b>	14,255
Decrease in retention money receivable		<b>2,839</b>	561
Decrease/(increase) in prepayments, deposits and other assets		<b>(59)</b>	57
Increase/(decrease) in gross amount due to contract customers		<b>29,918</b>	(21,687)
Increase/(decrease) in trade payables		<b>2,948</b>	(9,178)
Decrease in bills payable		<b>(3,180)</b>	(16,589)
Increase in retention money payable		<b>3,881</b>	3,462
Increase in other payables and accruals		<b>14,885</b>	4,655
		<hr/>	<hr/>
Cash generated from/(used in) operations		<b>(15,177)</b>	2,106
Interest paid	7	<b>(1,084)</b>	(1,161)
Hong Kong profits tax paid		<b>(3,145)</b>	(6,226)
Hong Kong profits tax refunded		-	91
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Net cash outflow from operating activities - page 25		<b>(19,406)</b>	(5,190)

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	<i>Notes</i>	<b>2005</b> <b>HK\$'000</b>	2004 HK\$'000
Net cash outflow from operating activities – page 24		<u>(19,406)</u>	<u>(5,190)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Interest received		<b>1,317</b>	1,772
Purchases of fixed assets	13	<b>(656)</b>	(105)
Proceeds from disposal of fixed assets		<b>578</b>	–
Dissolution of subsidiaries	28	<b>(133)</b>	(651)
Net cash inflow from investing activities		<u><b>1,106</b></u>	<u>1,016</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Dividends paid to a minority shareholder		–	(6,000)
Capital element on finance lease rental payments		<b>(180)</b>	(270)
Increase/(decrease) in trust receipt loans		<b>6,532</b>	(3,857)
Repayment of bank loans		<b>(3,333)</b>	(4,000)
Net cash inflow/(outflow) from financing activities		<u><b>3,019</b></u>	<u>(14,127)</u>
<b>NET DECREASE IN CASH AND CASH EQUIVALENTS</b>		<b>(15,281)</b>	(18,301)
Cash and cash equivalents at beginning of year		<u><b>19,786</b></u>	<u>38,087</u>
<b>CASH AND CASH EQUIVALENTS AT END OF YEAR</b>		<u><b>4,505</b></u>	<u>19,786</u>
<b>ANALYSIS OF BALANCES OF CASH AND CASH EQUIVALENTS</b>			
Cash and bank balances	20	<b>2,751</b>	4,631
Non-pledged time deposits with original maturity of less than three months when acquired	20	<b>5,510</b>	5,498
Time deposits with original maturity of less than three months when acquired, pledged as security for bank overdraft facilities	20	<b>26,800</b>	26,800
Bank overdrafts	22	<b>(30,556)</b>	(17,143)
		<u><b>4,505</b></u>	<u>19,786</u>