

Consolidated Cash Flow Statement

For the year ended 31st March, 2005

	Note	2005 HK\$'000	2004 HK\$'000
OPERATING ACTIVITIES			
Profit (loss) from operations		72,701	(78,838)
Adjustments for:			
Depreciation and amortisation of property, plant and equipment		30,600	51,435
Amortisation of goodwill		3,371	2,305
Interest income		(771)	(566)
Gain on disposal of property, plant and equipment		(731)	(1,716)
Gain on disposal of listed other investments		–	(87)
Operating cash flows before movements in working capital		105,170	(27,467)
Decrease (increase) in amounts due from (to) customers for contract works, net of attributable interest expenses and depreciation and amortisation		71,323	(101,929)
Decrease in debtors, deposits and prepayments		67,601	29,802
(Increase) decrease in amounts due from related companies		(966)	6,994
Increase in amounts due from associates		(1,281)	(1,895)
Increase in amount due from a jointly controlled entity		(218)	(207)
Increase in amount due from a fellow subsidiary		(3,091)	–
(Decrease) increase in creditors and accrued expenses		(67,357)	13,194
(Decrease) increase in amount due to a related company		(441)	441
Decrease in amounts due to associates		(1,866)	(6,688)
Decrease in amount due to a jointly controlled entity		(34,818)	–
Increase in amount due to a fellow subsidiary		2,024	–
Cash generated from (used in) operations		136,080	(87,755)
Hong Kong Profits Tax refunded		8,543	–
Hong Kong Profits Tax paid		(680)	(7,583)
NET CASH FROM (USED IN) OPERATING ACTIVITIES		143,943	(95,338)
INVESTING ACTIVITIES			
Refund from an ex-shareholder of Paul Y Construction for the shortfall in net asset value of Paul Y Construction Group upon completion of the Acquisition		168,651	–
Proceeds from disposal of property, plant and equipment		5,557	21,129
Dividend received from jointly controlled entities		4,000	–
Amount repaid from a jointly controlled entity		2,000	3,000
Proceeds from disposal of an associate		1,840	–
Dividend received from associates		1,689	–
Interest received		771	566
Acquisition of subsidiaries, net of cash and cash equivalents acquired	35	(6,344)	–
Additions to property, plant and equipment		(3,293)	(8,340)
Acquisition of interest in an associate		(1,562)	(25,268)
Additions to loan to a related company		(779)	–
Additions to loan receivable		(1,508)	–
Acquisition of remaining minority interest in a subsidiary		(400)	–
Proceeds from disposal of other investments		–	676
Additions to other investments		–	(589)
NET CASH FROM (USED IN) INVESTING ACTIVITIES		170,622	(8,826)

	2005 HK\$'000	2004 HK\$'000
FINANCING ACTIVITIES		
Amounts repaid to fellow subsidiaries	(230,413)	–
Interest paid	(2,764)	(5,457)
Share issue expenses	(901)	–
Loan repaid to minority shareholders	(400)	(4,373)
Proceeds from issue of shares	45,071	–
Repayment of bank loans	–	(100,000)
Amount repaid to a jointly controlled entity	–	(13,759)
Repayment of loan from a fellow subsidiary	–	(18,900)
Amounts advanced from fellow subsidiaries	–	235,641
NET CASH (USED IN) FROM FINANCING ACTIVITIES	(189,407)	93,152
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	125,158	(11,012)
EFFECT OF FOREIGN EXCHANGE RATE CHANGES	14	–
CASH AND CASH EQUIVALENTS BROUGHT FORWARD	207,251	218,263
CASH AND CASH EQUIVALENTS CARRIED FORWARD	332,423	207,251
ANALYSIS OF THE BALANCES OF CASH AND CASH EQUIVALENTS		
Short term bank deposits	294,758	24,824
Bank balances and cash	44,649	195,373
Bank overdrafts	(6,984)	(12,946)
	332,423	207,251