## CONSOLIDATED CASH FLOW STATEMENT

Year ended 31 March 2005

CASH FLOWS FROM OPERATING ACTIVITIES		2005 HK\$′000	2004 HK\$'000
Finance costs Interest income from bank Gain on disposal of other investments (75) (1,500) Depreciation Peficit on revaluation of fixed assets Amortization of goodwill (Gain)/loss on disposal of fixed assets, net Ingain/loss on disposal of fixed assets Provision for inventory obsolescence Provision for bad and doubful debts Provision for impairment on investment Unrealised loss on short term listed investments Unrealised loss on short term listed investments Unrealised of provision for staff bonus Write-back of provision for legal and professional cost Write-back of provision for bad and doubful debts Gain on disposal of discontinued operations  Gain on disposal of discontinued operations  Operating loss before working capital changes Decrease in inventories Decrease in prepayments, deposits and other receivables Decrease in prepayments, deposits and other receivables Decrease in provisions, other payables, deposits and accrued liabilities  Cash generated from/(used in) operations  Cash generated from/(used in) operations  Augusta  Cash generated from/(used in) operations Augusta  Cash generated from/(used in) operations Augusta  Cash inflow/(outflow) from operating activities  - page 19 Continuing operations Discontinued/discontinuing operations - (9,423)	Loss before tax	(17,812)	(36,902)
Gain on disposal of other investments Depreciation Depreciation Deficit on revaluation of fixed assets Amortization of goodwill (Gain)/loss on disposal of fixed assets, net (Gain)/loss on disposal of fixed assets, net Impairment of fixed assets Provision for inventory obsolescence Provision for impairment on investment Loss on disposal of short term listed investments, net Loss on disposal of short term listed investments Unrealised loss on short term listed investments Write-back of provision for legal and professional cost Write-back of provision for bad and doubtful debts Gain on disposal of discontinued operations  Operating loss before working capital changes Decrease in inventories Decrease in inventories Decrease in prepayments, deposits and other receivables Decrease in short term listed investments Increase in provisions, other payables, deposits and accrued liabilities  - page 19 Continuing operations Discontinued/discontinuing operations  (1,591 2,951 2,751 2,752 2,752 2,752 2,752 2,752 2,752 2,752 2,752 2,753 2,770 2,753 2,770 2,753 2,770 2	·	464	788
Depreciation Deficit on revaluation of fixed assets Amortization of goodwill (Gain)/loss on disposal of fixed assets, net (Igain)/loss on disposal of fixed assets, net Impairment of fixed assets Provision for inventory obsolescence Provision for inventory obsolescence Provision for injural ment on investment Loss on disposal of short term listed investments, net Unrealised loss on short term listed investments Unrealised loss on short term listed investments Unrealised loss on short lerm listed investments Unrealised loss		- (75)	
Amortization of goodwill (Gain)/loss on disposal of fixed assets, net Impairment of fixed assets Provision for inventory obsolescence Provision for impairment on investment Loss on disposal of short term listed investments, net Unrealised loss on short term listed investments Write-back of provision for legal and professional cost Write-back of provision for bad and doubtful debts Gain on disposal of discontinued operations Decrease in inventories Decrease (increase) in loan receivables Decrease (increase) in trade receivables Decrease in short term listed investments and other receivables Decrease in short term listed investments and other receivables Decrease in inventories Decrease in inventories Decrease in inventories Decrease in inventories Decrease in provisions, other payables, deposits and accrued liabilities Decrease in provisions, other payables, deposits tax refunded/(paid) Overseas tax paid  Net cash inflow/(outflow) from operating activities - page 19 Continuing operations Discontinued/discontinuing operations Discontinuing Operati	Depreciation	979	
Impairment of fixed assets Provision for inventory obsolescence Provision for inventory obsolescence Provision for inventory obsolescence Provision for inventory obsolescence Provision for inpairment on investment Loss on disposal of short term listed investments, net Unrealised loss on short term listed investments Unrealised loss on short term listed investments Write-back of provision for staff bonus Write-back of provision for legal and professional cost Write-back of provision for bad and doubfful debts Gain on disposal of discontinued operations  Operating loss before working capital changes Pacrease/(increase) in loan receivables Decrease in inventories Decrease in inventories Total Pacrease in prepayments, deposits and other receivables Decrease/(increase) in trade receivables Decrease/(increase) in trade receivables Decrease/(increase) in trade receivables Decrease in provisions, other payables, deposits and accrued liabilities Decrease in provisions, other payables, deposits and accrued liabilities Decrease tax paid  Cash generated from/(used in) operations Hong Kong profits tax refunded/(paid) Overseas tax paid  Net cash inflow/(outflow) from operating activities - page 19 Continuing operations Discontinued/discontinuing operations - (9,423)			
Provision for inventory obsolescence Provision for bad and doubtful debts Provision for impairment on investment Loss on disposal of short term listed investments, net Unrealised loss on short term listed investments Unrealised loss on short term listed investments Unrealised loss on short term listed investments Write-back of provision for staff bonus Write-back of provision for legal and professional cost Write-back of provision for bad and doubtful debts Gain on disposal of discontinued operations  Operating loss before working capital changes Decrease/(increase) in loan receivables Decrease in inventories Decrease in inventories Decrease in prepayments, deposits and other receivables Decrease in short term listed investments Decrease in short term listed investments Decrease in provisions, other payables, deposits and accrued liabilities  Cash generated from/(used in) operations Hong Kong profits tax refunded/(paid) Overseas tax paid  Net cash inflow/(outflow) from operating activities - page 19 Continuing operations Discontinued/discontinuing operations  - 446 - 1,840 - 1,840 - (409)  (409) (13,000) (409) (13,000) (409) (13,000) (409) (13,000) (409) (13,000) (409) (13,000) (409) (409) (13,0	· · · · · · · · · · · · · · · · · · ·	(162)	
Provision for impairment on investment Loss on disposal of short term listed investments, net Unrealised loss on short term listed investments Write-back of provision for staff bonus Write-back of provision for legal and professional cost Write-back of provision for bad and doubfful debts Gain on disposal of discontinued operations  Operating loss before working capital changes Decrease/(increase) in loan receivables Decrease in inventories Decrease in prepayments, deposits and other receivables Decrease/increase) in trade receivables Decrease in short term listed investments Increase in provisions, other payables, deposits and accrued liabilities  Cash generated from/(used in) operations Hong Kong profits tax refunded/(paid) Overseas tax paid  Net cash inflow/(outflow) from operating activities - page 19 Continuing operations Discontinued/discontinuing operations Discontinued/discontinuing operations Discontinued/discontinuing operations Discontinued/discontinuing operations  1,454 2,454 2,469 (13,000) (1499) (13,000) (13,000) (1499) (13,000) (1499) (13,000) (13,000) (1499) (13,000) (1499) (1499) (1499) (1499) (1499) (1499) (1499) (1499) (1499) (1499) (1499) (1499) (1499) (1499) (1499) (1490) (1499) (1490) (1490) (1490) (1490) (1490) (1490) (	Provision for inventory obsolescence	_	446
Loss on disposal of short term listed investments, net Unrealised loss on short term listed investments Unrealised loss on short term listed investments Write-back of provision for staff bonus Vrite-back of provision for legal and professional cost Write-back of provision for bad and doubtful debts Gain on disposal of discontinued operations  Operating loss before working capital changes Decrease/(increase) in loan receivables Decrease in inventories Decrease in inventories Decrease in prepayments, deposits and other receivables Decrease in short term listed investments Increase in provisions, other payables, deposits and accrued liabilities  Cash generated from/(used in) operations Page 19 Continuing operations Discontinued/discontinuing operations Discontinued/discontinuing operations Discontinued/discontinuing operations  5,415 4,454 4,409 4,13,000 4,409 4,13,000 4,409 4,13,000 4,409 4,13,000 4,409 4,13,000 4,409 4,13,000 4,409 4,13,000 4,409 4,400		- 81	1,840
Write-back of provision for staff bonus Write-back of provision for legal and professional cost Write-back of provision for bad and doubtful debts Gain on disposal of discontinued operations  Operating loss before working capital changes Decrease/(increase) in loan receivables Decrease in inventories Decrease in prepayments, deposits and other receivables Decrease in short term listed investments Increase in provisions, other payables, deposits and accrued liabilities  Cash generated from/(used in) operations  Net cash inflow/(outflow) from operating activities - page 19 Continuing operations Discontinued/discontinuing operations  - (3,109) (13,000) (13,000) (13,000) (13,000) (13,000) (13,000) (13,000) (13,000) (13,000) (13,000) (18,000) (18,104) (27,358) (4,092) (18,104) (27,358) (4,092) (18,104) (27,358) (4,092) (18,104) (27,358) (4,092) (18,104) (27,358) (4,092) (18,104) (27,358) (4,092) (18,104) (27,358) (4,092) (18,104) (27,358) (38,701) (28,135)	Loss on disposal of short term listed investments, net	-	
professional cost Write-back of provision for bad and doubtful debts Gain on disposal of discontinued operations  Operating loss before working capital changes Decrease/(increase) in loan receivables Decrease in inventories Decrease in prepayments, deposits and other receivables Decrease in short term listed investments Increase in provisions, other payables, deposits and accrued liabilities  Cash generated from/(used in) operations Hong Kong profits tax refunded/(paid) Overseas tax paid  Net cash inflow/(outflow) from operating activities - page 19 Continuing operations Discontinued/discontinuing operations  (4,092) (18,104) (40,000) (18,104) (4,092) (18,104) (18,104) (18,104) (18,104) (18,104) (18,104) (18,104) (18,104) (18,104) (18,104) (18,104) (18,104) (18,104) (19,104) (19,104) (19,104) (19,104) (19,104) (19,104) (19,104) (19,104) (19,104) (19,10	Write-back of provision for staff bonus	4,454 -	
Write-back of provision for bad and doubtful debts Gain on disposal of discontinued operations  Operating loss before working capital changes Decrease/(increase) in loan receivables Decrease in inventories Decrease in prepayments, deposits and other receivables Decrease in short term listed investments Increase in provisions, other payables, deposits and accrued liabilities  Cash generated from/(used in) operations Hong Kong profits tax refunded/(paid) Overseas tax paid  Net cash inflow/(outflow) from operating activities - page 19 Continuing operations Discontinued/discontinuing operations  (778)  (278)  (4,092) (18,104) (4,092) (18,104) (27,358 (40,000) (25,992) (18,104) (27,902) (18,104) (27,902) (18,104) (27,902) (25,992) (26,992) (26,135) (26,135) (26,135) (26,135) (26,439) (26,439) (26,439)	· · · · · · · · · · · · · · · · · · ·	(409)	(13,000)
Gain on disposal of discontinued operations  — (2,101)  Operating loss before working capital changes Decrease/(increase) in loan receivables Decrease in inventories Decrease in prepayments, deposits and other receivables Decrease/(increase) in trade receivables Decrease in short term listed investments Increase in provisions, other payables, deposits and accrued liabilities  Cash generated from/(used in) operations Hong Kong profits tax refunded/(paid) Overseas tax paid  Cash inflow/(outflow) from operating activities - page 19 Continuing operations Discontinued/discontinuing operations Discontinued/discontinuing operations  — (22,101)  (18,104) (24,092) (18,104) (27,358 (40,000) (25,992) (25,999) (25,999) (26,135) (26,135) (26,135) (26,135) (26,135) (26,135) (276) (276) (28)  32,470 (26,439) (26,439)	Write-back of provision for bad and	(770)	
Decrease/(increase) in loan receivables  Decrease in inventories  Decrease in prepayments, deposits and other receivables  Decrease/(increase) in trade receivables  Decrease in short term listed investments  Increase in provisions, other payables, deposits and accrued liabilities  Cash generated from/(used in) operations  Hong Kong profits tax refunded/(paid)  Overseas tax paid  Net cash inflow/(outflow) from operating activities  - page 19  Continuing operations  Discontinued/discontinuing operations  127,358  (40,000)  - 524  272  (5,999)  27,358  (40,000)  - 6,999  14,504  14,504  14,504  14,504  14,504  16,135  17,016  17,016)  18,423			(2,101)
Decrease/(increase) in loan receivables  Decrease in inventories  Decrease in prepayments, deposits and other receivables  Decrease/(increase) in trade receivables  Decrease in short term listed investments  Increase in provisions, other payables, deposits and accrued liabilities  Cash generated from/(used in) operations  Hong Kong profits tax refunded/(paid)  Overseas tax paid  Net cash inflow/(outflow) from operating activities  - page 19  Continuing operations  Discontinued/discontinuing operations  127,358  (40,000)  - 524  272  (5,999)  27,358  (40,000)  - 6,999  14,504  14,504  14,504  14,504  14,504  16,135  17,016  17,016)  18,423	Operating loss before working capital changes	(4,092)	(18,104)
Decrease in prepayments, deposits and other receivables  Decrease/(increase) in trade receivables  Decrease in short term listed investments  Increase in provisions, other  payables, deposits and accrued liabilities  Cash generated from/(used in) operations  Hong Kong profits tax refunded/(paid)  Overseas tax paid  Net cash inflow/(outflow) from operating activities  - page 19  Continuing operations  Discontinued/discontinuing operations  387  13,828  272  (5,999)  14,504  5,671  9,112  26,135)  445  (26,135)  445  (276)  - (28)  32,470  (17,016)  17,016)  19,423)	Decrease/(increase) in loan receivables		(40,000)
Decrease/(increase) in trade receivables Decrease in short term listed investments Increase in provisions, other payables, deposits and accrued liabilities  Cash generated from/(used in) operations Hong Kong profits tax refunded/(paid) Overseas tax paid  Net cash inflow/(outflow) from operating activities - page 19 Continuing operations Discontinued/discontinuing operations  (5,999) 14,504  2,429  14,504  5,671  9,112  (26,135) 445 (276) - (28)  32,470 (17,016) - (17,016) - (17,016)	Decrease in prepayments, deposits	_	
Decrease in short term listed investments Increase in provisions, other payables, deposits and accrued liabilities  Cash generated from/(used in) operations Hong Kong profits tax refunded/(paid) Overseas tax paid  Net cash inflow/(outflow) from operating activities - page 19 Continuing operations Discontinued/discontinuing operations  14,504  2,429  14,504  9,112  (26,135) 445 (276) - (28)  32,470 (17,016) - (9,423)			
payables, deposits and accrued liabilities  Cash generated from/(used in) operations Hong Kong profits tax refunded/(paid) Overseas tax paid  Net cash inflow/(outflow) from operating activities - page 19 Continuing operations Discontinued/discontinuing operations  5,671  9,112  (26,135) 445 (276)  (28)  32,470 (26,439)  (17,016) - (9,423)	Decrease in short term listed investments		
Hong Kong profits tax refunded/(paid)  Overseas tax paid  32,470  (26,439)  Net cash inflow/(outflow) from operating activities  - page 19  Continuing operations  Discontinued/discontinuing operations  (17,016)  - (9,423)	·	5,671	9,112
Hong Kong profits tax refunded/(paid)  Overseas tax paid  32,470  (26,439)  Net cash inflow/(outflow) from operating activities  - page 19  Continuing operations  Discontinued/discontinuing operations  (17,016)  - (9,423)	Cash generated from/(used in) operations	32.025	(26.135)
Net cash inflow/(outflow) from operating activities  - page 19 Continuing operations Discontinued/discontinuing operations  32,470 (26,439)  32,470 (17,016) - (9,423)	Hong Kong profits tax refunded/(paid)		(276)
Net cash inflow/(outflow) from operating activities  - page 19 Continuing operations Discontinued/discontinuing operations  - (17,016) (9,423)	Overseas fax paid		(28)
- page 19 Continuing operations Discontinued/discontinuing operations  32,470 (17,016) - (9,423)	Net cash inflow/(outflow) from operating activities	32,470	(26,439)
Discontinued/discontinuing operations (9,423)	– page 19		
Total <b>32,470</b> (26,439)		32,470	
	Total	32,470	(26,439)

## CONSOLIDATED CASH FLOW STATEMENT

Year ended 31 March 2005 (Continued)

		<b>\</b>
Notes	2005 HK\$′000	2004 HK\$'000
Net cash inflow/(outflow) from operating activities	32,470	(26,439)
CASH FLOWS FROM INVESTING ACTIVITIES Interest received Sale proceeds of note receivables Increase in note receivables Deposit refunded/(paid) for acquisition of an interest	- 1,575 -	24 - (1,500)
in properties  Payment for properties under development  Purchases of fixed assets  Acquisition of subsidiaries  Disposal of subsidiaries  Proceeds from disposal of fixed assets  Proceeds from disposal of other investments	15,000 (4,963) (10) (54,907) 2,708 5,080	(15,000) - (333) (69,998) 17,999 - 6,500
Net cash outflow from investing activities Continuing operations Discontinued/discontinuing operations  Total	(35,517)	(62,266) (42) (62,308)
CASH FLOWS FROM FINANCING ACTIVITIES Interest paid Proceeds from issue of share capital Share issue expenses Capital element of finance lease rental payments	(464) - - (259)	(788) 43,330 (869) (68)
Net cash (outflow)/inflow from financing activities Continuing operations Discontinued/discontinuing operations	(723)	41,605 
Total	(723)	41,605
NET DECREASE IN CASH AND CASH EQUIVALENTS	(3,770)	(47,142)
Cash and cash equivalents at beginning of year	6,353	53,495
CASH AND CASH EQUIVALENTS AT END OF YEAR	2,583	6,353
ANALYSIS OF BALANCES OF CASH AND CASH EQUIVALENTS Cash and bank balances	2,583	6,353