

CONSOLIDATED CASH FLOW STATEMENT

Year ended 31 March 2006

	Notes	2006 HK\$'000	2005 HK\$'000
CASH FLOWS FROM OPERATING ACTIVITIES			
Loss before tax:			
From a continuing operation		(2,798)	(14,328)
From discontinued operations	12	(8,358)	(19,498)
Adjustments for:			
Finance costs	7	1,666	1,084
Interest income	5	(960)	(1,317)
Gain on dissolution of an associate	5	–	(199)
Depreciation	6	1,048	1,749
Gain on disposal of items of property, plant and equipment	6	(693)	(29)
Provision for doubtful debts	6	3,125	1,531
Fair value gain on equity investments at fair value through profit or loss	6	(50)	–
Impairment of available-for-sale financial assets	6	2,160	–
Unrealised holding losses on long term investments	6	–	654
Loss/(gain) on disposal/dissolution of subsidiaries	27	2,818	(313)
		(2,042)	(30,666)
Operating loss before working capital changes		(2,042)	(30,666)
Decrease/(increase) in gross amount due from contract customers		20,230	(5,702)
Decrease in inventories		395	2,853
Decrease/(increase) in trade and other receivables	28	16,006	(32,864)
Decrease in retention money receivables		1,710	2,839
Decrease/(increase) in prepayments, deposits and other assets		116	(59)
Increase/(decrease) in gross amount due to contract customers		(35,175)	29,918
Increase in trade payables		20,154	2,948
Increase/(decrease) in bills payable		4,464	(3,180)
Increase/(decrease) in retention money payables		(924)	3,881
Increase/(decrease) in other payables and accruals		(16,522)	14,855
Increase in amounts due to related companies		646	–
		9,058	(15,177)
Cash generated from/(used in) operations		9,058	(15,177)
Interest paid		(1,666)	(1,041)
Interest element on finance lease rental payments		–	(43)
Hong Kong profits tax refunded/(paid)		1,538	(3,145)
		8,930	(19,406)
Net cash inflow/(outflow) from operating activities – Page 27		8,930	(19,406)

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CONSOLIDATED CASH FLOW STATEMENT

Year ended 31 March 2006

	Notes	2006 HK\$'000	2005 HK\$'000
Net cash inflow/(outflow) from operating activities – page 26		8,930	(19,406)
CASH FLOWS FROM INVESTING ACTIVITIES			
Interest received		960	1,317
Purchases of items of property, plant and equipment	14	(2,846)	(656)
Proceeds from disposal of items of property, plant and equipment		16,182	578
Disposal/dissolution of subsidiaries	27	21,869	(133)
Net cash inflow from investing activities		36,165	1,106
CASH FLOWS FROM FINANCING ACTIVITIES			
Capital element on finance lease rental payments		–	(180)
Increase/(decrease) in trust receipt loans		(12,512)	6,532
Repayment of bank loans		–	(3,333)
Net cash inflow/(outflow) from financing activities		(12,512)	3,019
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS			
Cash and cash equivalents at beginning of year		4,505	19,786
CASH AND CASH EQUIVALENTS AT END OF YEAR		37,088	4,505
ANALYSIS OF BALANCES OF CASH AND CASH EQUIVALENTS			
Cash and bank balances	20	2,088	2,751
Non-pledged time deposits with original maturity of less than three months when acquired	20	35,000	5,510
Time deposits with original maturity of less than three months when acquired, pledged as security for bank overdraft facilities	20	–	26,800
Bank overdrafts	22	–	(30,556)
		37,088	4,505