

|  | Notes | 2001<br>HK\$'000 | 2000<br>HK\$'000 |
|--|-------|------------------|------------------|
| NET CASH (OUTFLOW) INFLOW FROM<br>OPERATING ACTIVITIES                       | 28    | (5,266)          | 19,697           |
| RETURNS ON INVESTMENTS AND SERVICING<br>OF FINANCE                           |       |                  |                  |
| Interest received  |       | 1,724            | 1,697            |
| Interest paid on bank borrowings   |       | (26,746)         | (48,245)         |
| Interest paid on obligations under finance leases                            |       | —                | (69)             |
| NET CASH OUTFLOW FROM RETURNS<br>ON INVESTMENTS AND SERVICING OF FINANCE     |       | (25,022)         | (46,617)         |
| TAXATION   |       |                  |                  |
| Hong Kong Profits Tax refunded   |       | 63               | 3,141            |
| Taxation in other jurisdictions paid   |       | —                | (955)            |
| NET CASH INFLOW FROM TAXATION  |       | 63               | 2,186            |
| INVESTING ACTIVITIES   |       |                  |                  |
| Proceeds from disposal of property, plant and equipment                      |       | 26,202           | 1,427            |
| Decrease in pledged bank deposits/balances                                   |       | 8,895            | 24,509           |
| Proceeds from disposal of marketable securities                              |       | 106              | 3,098            |
| Purchase of property, plant and equipment                                    |       | (3,469)          | (1,928)          |
| Proceeds received on disposal of investment properties                       |       | —                | 8,800            |
| Winding up of a subsidiary (net of cash and<br>cash equivalents disposed of) | 29    | —                | (190)            |
| NET CASH INFLOW FROM INVESTING ACTIVITIES                                    |       | 31,734           | 35,716           |
| NET CASH INFLOW BEFORE FINANCING   |       | 1,509            | 10,982           |

|   | <i>Notes</i> | <b>2001</b><br><b>HK\$'000</b> | 2000<br><i>HK\$'000</i> |
|---|--------------|--------------------------------|-------------------------|
| FINANCING   | 30           |                                |                         |
| Issue of Subscription Shares for cash                                       |              | <b>100,000</b>                 | —                       |
| Issue of shares for cash upon exercise of warrants                          |              | <b>96</b>                      | —                       |
| Expenditure incurred for issue of Subscription<br>Shares and Bank Shares    |              | <b>(7,889)</b>                 | —                       |
| Cash outflow from bank loans  |              | <b>(6,805)</b>                 | (8,967)                 |
| Refund of capital contribution to the minority<br>interests of a subsidiary |              | <b>(4,256)</b>                 | —                       |
| Principal repayments for obligations under<br>finance leases                |              | <b>(160)</b>                   | (1,993)                 |
| Net cash outflow from trust receipts, import loans<br>and packing loans     |              | —                              | (3,711)                 |
| Net repayment of advances from minority interests                           |              | —                              | (3,419)                 |
| Net cash outflow to a director  |              | —                              | (530)                   |
| NET CASH INFLOW (OUTFLOW) FROM FINANCING                                    |              | <b>80,986</b>                  | (18,620)                |
| INCREASE (DECREASE) IN CASH AND<br>CASH EQUIVALENTS                         |              | <b>82,495</b>                  | (7,638)                 |
| CASH AND CASH EQUIVALENTS AT<br>BEGINNING OF THE YEAR                       |              | <b>(66,718)</b>                | (59,177)                |
| EFFECT OF FOREIGN EXCHANGE RATE CHANGES                                     |              | <b>(28)</b>                    | 97                      |
| CASH AND CASH EQUIVALENTS AT<br>END OF THE YEAR                             |              | <b>15,749</b>                  | (66,718)                |
| ANALYSIS OF THE BALANCES OF<br>CASH AND CASH EQUIVALENTS                    |              |                                |                         |
| Bank balances and cash  |              | <b>15,749</b>                  | 19,570                  |
| Bank overdrafts   |              | —                              | (86,288)                |
|   |              | <b>15,749</b>                  | (66,718)                |