

Consolidated Cash Flow Statement

For the year ended July 31, 2001

	NOTES	2001 HK\$	2000 HK\$
NET CASH (OUTFLOW) INFLOW FROM OPERATING ACTIVITIES	30	<u>(12,032,481)</u>	<u>11,797,596</u>
RETURNS ON INVESTMENTS AND SERVICING OF FINANCE			
Interest paid		(4,936,795)	(9,307,820)
Dividends received from investments in securities		530,465	528,091
Dividends received from an associate		–	350,000
NET CASH OUTFLOW FROM RETURNS ON INVESTMENTS AND SERVICING OF FINANCE		<u>(4,406,330)</u>	<u>(8,429,729)</u>
TAXATION			
Hong Kong Profits Tax refunded		56,268	31,300
INVESTING ACTIVITIES			
Proceeds from disposal of investment properties		37,000,000	–
Net cash inflow from disposal of interests in subsidiaries	31	17,324,461	5,363,931
Proceeds from disposal of other securities		9,724,500	3,249,432
Balance of consideration received on disposal of subsidiaries		2,737,226	–
Proceeds from disposal of property, plant and equipment		2,129,001	–
Acquisition of interest in a jointly controlled loan portfolio		(26,280,015)	–
Acquisition of an associate		(13,000,000)	–
Deposits paid for assessment of potential investments		(6,000,000)	–
Purchase of property, plant and equipment		(661,576)	(806,804)
Deposits and other costs paid for the acquisition of properties		(58,050)	(6,210,000)
Advance to an associate		(2,000)	–
Repayment from a minority shareholder		–	1,000,000
NET CASH INFLOW FROM INVESTING ACTIVITIES		<u>22,913,547</u>	<u>2,596,559</u>
NET CASH INFLOW BEFORE FINANCING		<u>6,531,004</u>	<u>5,995,726</u>

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	NOTE	2001 HK\$	2000 HK\$
FINANCING	32		
Proceeds from issue of shares on private placement		32,159,969	1,713,600
Advance from associates		50,000	200,000
Repayment of bank loans		(9,869,417)	(8,414,975)
Repayment of mortgage loans		(6,815,716)	(2,119,245)
Expenses paid in connection with the issue of shares		(436,725)	–
Repayment of obligations under hire purchase contracts		(15,176)	(48,524)
New bank loans obtained		–	20,000,000
Redemption of convertible notes		–	(23,000,000)
Repayment to an associate		–	(200,000)
NET CASH INFLOW (OUTFLOW) FROM FINANCING		<u>15,072,935</u>	<u>(11,869,144)</u>
INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS		21,603,939	(5,873,418)
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE YEAR		<u>(21,416,885)</u>	<u>(15,543,467)</u>
CASH AND CASH EQUIVALENTS AT END OF THE YEAR		<u>187,054</u>	<u>(21,416,885)</u>
ANALYSIS OF THE BALANCES OF CASH AND CASH EQUIVALENTS			
Bank balances and cash		187,054	6,633,240
Bank overdrafts		–	(28,050,125)
		<u>187,054</u>	<u>(21,416,885)</u>