

# Consolidated Cash Flow Statement

For the year ended 31st March 2002 (Amounts expressed in Hong Kong dollars)

	Note	2002 \$'000	As restated 2001 \$'000
NET CASH (OUTFLOW) INFLOW FROM OPERATING ACTIVITIES	(a)	<b>(60,492)</b>	187,010
RETURNS ON INVESTMENTS AND SERVICING OF FINANCE			
Dividends received		<b>1,386</b>	1,501
Dividends paid		<b>(6,173)</b>	(19,481)
Interest paid on overdrafts and short-term bank loans		<b>(4,654)</b>	(6,299)
Interest element of finance lease contract payments		<b>(349)</b>	(671)
Interest paid on long-term bank loan for property under development		<b>(3,450)</b>	–
Interest received		<b>6,235</b>	14,907
Net cash outflow from returns on investments and servicing of finance		<b>(7,005)</b>	(10,043)
TAXATION			
Hong Kong profits tax paid		<b>(10,976)</b>	(1,831)
INVESTING ACTIVITIES			
Payment for property under development		<b>(326,527)</b>	–
Addition of development costs		<b>(3,877)</b>	(2,507)
Addition of patents and trademarks		<b>(2,407)</b>	(1,238)
Purchase of fixed assets		<b>(11,240)</b>	(20,714)
Payment for other investments		<b>(5,461)</b>	–
Payment for short-term investments		<b>(3,233)</b>	(8,437)
Proceeds from disposal of short-term investments		<b>3,276</b>	–
Proceeds from disposal of fixed assets		<b>1,403</b>	1,852
Net cash outflow from investing activities		<b>(348,066)</b>	(31,044)
Net cash (outflow) inflow before financing activities		<b>(426,539)</b>	144,092
FINANCING ACTIVITIES			
Addition of long-term bank loan for property under development		<b>164,900</b>	–
Addition of short-term bank loans		<b>132,500</b>	–
Repayment of short-term bank loans		–	(103,500)
Decrease in restricted deposits		<b>5,468</b>	7,750
Repayment under finance lease contracts		<b>(4,214)</b>	(12,014)
Repurchase of shares		–	(614)
Advances from minority shareholders, net		–	344
Net cash inflow (outflow) from financing activities	(b)	<b>298,654</b>	(108,034)
(Decrease) Increase in cash and cash equivalents		<b>(127,885)</b>	36,058
Cash and cash equivalents, beginning of year		<b>131,623</b>	95,565
Cash and cash equivalents, end of year		<b>3,738</b>	131,623
ANALYSIS OF CASH AND CASH EQUIVALENTS			
Time deposits		<b>5,809</b>	74,558
Cash and bank balances		<b>16,341</b>	57,065
Bank overdrafts – secured		<b>(18,412)</b>	–
		<b>3,738</b>	131,623

# Consolidated Cash Flow Statement

For the year ended 31st March 2002 (Amounts expressed in Hong Kong dollars)

	2002 \$'000	2001 \$'000
<b>(a) RECONCILIATION OF PROFIT BEFORE SHARE OF PROFIT (LOSS) OF ASSOCIATED COMPANIES AND TAXATION TO NET CASH (OUTFLOW) INFLOW FROM OPERATING ACTIVITIES</b>		
Profit before share of profit (loss) of associated companies and taxation	9,528	44,197
Interest income	(6,235)	(14,907)
Dividend income	(273)	–
(Gain) Loss on disposal of fixed assets	(22)	5,560
Interest expense on overdrafts and short-term bank loans	4,654	6,299
Interest element of finance lease contract payments	349	671
Amortisation of development costs	1,195	287
Amortisation of patents and trademarks	35	–
Depreciation	25,035	24,647
Write-back of provision for doubtful debts	(3,824)	–
Write-off of obsolete inventory	–	585
Provision for doubtful debts	1,674	2,000
Write-off of doubtful debts	259	–
Unrealised losses on short-term investments	1,571	1,154
Realised (gains) losses on short-term investments	(290)	2,589
Provision for impairment in value of other investments	2,161	–
Changes in non-cash working capital balances:		
Decrease (Increase) in long-term trade debtors	9,335	(293)
Decrease (Increase) in loans to employees	1,061	(305)
Decrease in trade debtors	78,836	99,177
Decrease in inventories	1,412	5,196
Decrease in prepayments, deposits and other receivables	5,916	4,925
(Increase) Decrease in gross amount due from customers on construction contracts	(30,481)	54,496
Increase in amounts due from related parties	(2)	(5)
Decrease in amounts due from associated companies	2,697	7,092
(Decrease) Increase in payable to suppliers and subcontractors	(76,587)	19,172
(Decrease) Increase in accruals, retention payable and other liabilities	(10,431)	6,860
Decrease in gross amount due to customers on construction contracts	(79,051)	(82,715)
Increase in amounts due to related parties	74	74
Increase in amounts due to associated companies	912	254
<b>NET CASH (OUTFLOW) INFLOW FROM OPERATING ACTIVITIES</b>	<b>(60,492)</b>	<b>187,010</b>

# Consolidated Cash Flow Statement

For the year ended 31st March 2002 (Amounts expressed in Hong Kong dollars)

## (b) ANALYSIS OF CHANGES IN FINANCING DURING THE YEAR

	2002							As restated
								2001
	Share capital	Share premium	Minority interests	Finance lease obligations	Long-term bank loans	Short-term bank loans	Restricted deposits	Total
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Balance, beginning of year	88,190	415,430	5,076	7,716	–	–	(133,795)	382,617
Net cash (outflow) inflow from financing activities	–	–	–	(4,214)	164,900	132,500	5,468	298,654
Share of profit by minority shareholders	–	–	503	–	–	–	–	503
Inception of finance lease obligations	–	–	–	481	–	–	–	481
Balance, end of year	88,190	415,430	5,579	3,983	164,900	132,500	(128,327)	682,255
								480,049
								(107,779)
								592
								9,755
								382,617