

CONSOLIDATED CASH FLOW STATEMENT

For the year ended 31 December 2002

	2002 HK\$'000	2001 HK\$'000
Cash flows from operating activities		
Operating loss	(5,344)	(9,543)
Adjustments for:		
Depreciation and amortisation	591	567
Deficit on revaluation of land and buildings	–	1,892
Impairment loss on land and buildings	1,900	–
Loss on write off/disposal of property, plant and equipment	–	151
Provision for doubtful debts	74	508
Provision for amount due from an associate	–	6
Interest income	(1,345)	(206)
Operating loss before working capital changes	(4,124)	(6,625)
Decrease in inventories	–	1,222
Decrease/(Increase) in trade receivables	239	(301)
(Increase)/Decrease in prepayments, deposits and other receivables	(20,311)	195
Decrease in amounts due from related companies	–	73
Increase in other payables	491	698
Decrease in amount due to a related company	–	(1,937)
Net cash used in operating activities	(23,705)	(6,675)
Cash flows from investing activities		
Payments for purchase of property, plant and equipment	(728)	(40)
Increase in amount due from an associate	–	(6)
Interest received	1,345	206
Net cash from investing activities	617	160
Cash flows from financing activities		
Issues of shares	65,700	100,000
Repayment of bank loans	–	(58,700)
Net cash from financing activities	65,700	41,300
Net increase in cash and cash equivalents	42,612	34,785
Cash and cash equivalents at 1 January	36,923	(44,113)
Discharge of bank overdrafts and trust receipt loans under debt restructuring	–	46,251
Cash and cash equivalents at 31 December	79,535	36,923