

Consolidated Cash Flow Statement

Year ended 31 March 2003

	Notes	2003 HK\$'000	2002 HK\$'000 (Restated)
CASH FLOWS FROM OPERATING ACTIVITIES			
Loss before tax		(72,777)	(35,225)
Adjustments for:			
Finance costs	9	6,712	5,333
Interest income	5	(2,262)	(1,393)
Loss on disposal of fixed assets	6	6,459	3,194
Depreciation	6	60,125	56,181
Impairment of goodwill	6	1,541	—
Amortisation of intangible assets	6	—	4,291
Impairment of leasehold land and buildings	6	—	13,408
Operating profit/(loss) before working capital changes		(202)	45,789
Decrease/(increase) in inventories		(105,302)	48,170
Increase in debtors		(8,165)	(28,409)
Decrease/(increase) in bills receivable		1,397	(1,619)
Increase in deposits paid		(1,872)	(1,006)
Decrease/(increase) in prepayments and other receivables		(5,684)	10,538
Increase in creditors and accruals		41,655	1,007
Increase/(decrease) in bills payable		29,158	(9,768)
Cash generated from/(used in) operations		(49,015)	64,702
Interest paid		(6,712)	(5,333)
Hong Kong profits tax refunded/(paid)	24(a)	6,784	(1,534)
Overseas taxes paid	24(a)	(3,342)	(7,442)
Net cash inflow/(outflow) from operating activities – page 24		(52,285)	50,393

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	Notes	2003 HK\$'000	2002 HK\$'000 (Restated)
Net cash inflow/(outflow) from operating activities – page 23		(52,285)	50,393
CASH FLOWS FROM INVESTING ACTIVITIES			
Interest received	24(a)	2,262	1,393
Purchases of fixed assets	13	(62,529)	(56,045)
Proceeds from disposal of fixed assets		383	101
Net cash outflow from investing activities		(59,884)	(54,551)
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from issue of rights shares	22	–	63,089
Share issue expenses	22	–	(424)
New bank loans	24(a)	68,784	135,161
Repayment of bank loans	24(a)	(54,088)	(96,425)
Net cash inflow from financing activities		14,696	101,401
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS		(97,473)	97,243
Cash and cash equivalents at beginning of year		173,311	76,536
Effect of foreign exchange rate changes, net		296	(468)
CASH AND CASH EQUIVALENTS AT END OF YEAR		76,134	173,311
ANALYSIS OF BALANCES OF CASH AND CASH EQUIVALENTS			
Cash and bank balances	18	51,934	62,454
Time deposits	18	24,200	111,000
Bank overdrafts	20	–	(143)
		76,134	173,311