

Consolidated Cash Flow Statement

27

For the year ended 31 March 2003

	NOTES	2003 HK\$'000	2002 HK\$'000
Operating activities			
Profit from operations		48,733	2,705
Adjustments for:			
Unrealised holding loss on investments in securities		–	240
Loss on disposal of investments in securities		1,040	–
Loss on disposal of property, plant and equipment		259	7,715
Depreciation and amortisation		36,494	39,964
Allowance for inventories		2,000	–
(Reversal of) allowance for doubtful debts		(1,450)	6,940
Dividend income		(200)	(560)
Interest income		(8,230)	(8,378)
Operating cash flows before movements in working capital		78,646	48,626
(Increase) decrease in inventories		(24,482)	3,872
Increase in debtors, deposits and prepayments		(28,219)	(9,423)
Decrease in bills receivable		4,653	1,687
(Decrease) increase in creditors and accrued charges		(23,320)	5,106
Increase in bills payable		13,013	–
Translation adjustment		72	(31)
Cash generated from operations		20,363	49,837
Hong Kong Profits Tax refunded		–	3,701
Taxation in other jurisdictions paid		(5,989)	(2,374)
Net cash from operating activities		14,374	51,164
Investing activities			
Dividend received		200	560
Interest received		8,230	8,378
Purchase of property, plant and equipment		(11,156)	(15,379)
Proceeds from disposal of property, plant and equipment		941	250
Proceeds from disposal of investments in securities		4,000	–
Purchase of subsidiaries (net of cash and cash equivalents acquired)	27	–	(54,536)
Proceeds from disposal of subsidiaries	28	4,990	–
Purchase of associates		–	(74)
Proceeds from partial disposal of an associate		552	–
Purchase of jointly controlled entities		–	(70,077)
Advances to jointly controlled entities		(10,272)	(50,405)
Decrease in deposits paid		–	29,203
Decrease (increase) in pledged deposits		26,064	(32,281)
Net cash from (used in) investing activities		23,549	(184,361)

Consolidated Cash Flow Statement

28

For the year ended 31 March 2003

	2003 HK\$'000	2002 HK\$'000
Financing activities		
Interest paid on bank borrowings	(12,824)	(14,700)
Interest paid on finance leases	(545)	(1,027)
Interest paid on convertible bonds	(895)	(3,009)
Proceeds from issue of shares	–	107,200
Expenses incurred in connection with the issue of shares	–	(5,439)
Expenses incurred in connection with the capital reorganisation	(470)	–
Repayment of convertible bonds	(32,500)	(32,500)
Repayment of obligations under finance leases	(7,981)	(8,876)
New bank loans raised	79,073	128,098
Repayment of bank loans	(91,424)	(119,635)
New trust receipt loans raised	266,351	428,720
Repayment of trust receipt loans	(314,780)	(429,947)
New invoice financing loans raised	192,744	–
Repayment of invoice financing loans	(145,165)	–
Net cash (used in) from financing activities	(68,416)	48,885
Net decrease in cash and cash equivalents	(30,493)	(84,312)
Cash and cash equivalents at beginning of the year	137,871	222,183
Cash and cash equivalents at end of the year	107,378	137,871
Analysis of the balances of cash and cash equivalents		
Cash and cash equivalents as previously reported		88,813
Effect of reclassification of trust receipt loans		49,058
Cash and cash equivalents as restated		137,871
Being:		
Bank balances and cash	108,830	137,871
Bank overdrafts	(1,452)	–
	107,378	137,871