

CONSOLIDATED CASH FLOW STATEMENT

For the year ended 31 March 2003

	2003 HK\$	2002 HK\$
OPERATING ACTIVITIES		
(Loss) profit from operations	(4,946,421)	2,234,463
Adjustments for:		
Deficit arising on revaluation of investment property	3,499,486	-
Depreciation	308,644	663,945
Dividend income from investment in an investee company	(3,036,000)	(5,908,055)
Interest income	(1,356,449)	(2,360,388)
Loss on write off of plant and equipment	813,129	3,500
Operating cash flows before movements in working capital	(4,717,611)	(5,366,535)
(Increase) decrease in trade and other receivables	(204,510)	116,262
Increase (decrease) in other payables	20,541	(513,720)
Increase in amount due to an associate	-	773,014
Cash used in operations	(4,901,580)	(4,990,979)
Tax paid in the People's Republic of China	(214,277)	(272,683)
NET CASH USED IN OPERATING ACTIVITIES	(5,115,857)	(5,263,662)
INVESTING ACTIVITIES		
Dividend received from investment in an investee company	5,908,055	7,311,629
Decrease in bank deposits	5,652,760	5,601,510
Decrease in pledged bank deposits	5,000,000	-
Dividend received from an associate	1,698,113	-
Interest received	1,356,449	2,360,388
Acquisition of an associate	(6,362,143)	(10,521,145)
Purchase of securities linked deposit	(3,017,282)	-
Purchases of plant and equipment	(1,429,669)	(82,318)
NET CASH FROM INVESTING ACTIVITIES	8,806,283	4,670,064
INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	3,690,426	(593,598)
CASH AND CASH EQUIVALENTS BROUGHT FORWARD	12,386,781	12,980,379
CASH AND CASH EQUIVALENTS CARRIED FORWARD, represented by bank balances and cash	16,077,207	12,386,781
ANALYSIS OF THE BALANCES OF CASH AND CASH EQUIVALENTS		
Cash and cash equivalents as previously reported		78,376,431
Effect of reclassification of deposits held for investment		65,989,650
Cash and cash equivalents as restated		12,386,781