

CONSOLIDATED CASH FLOW STATEMENT

Year ended 31 March 2003

	Note	2003 HK\$'000	2002 HK\$'000 (Restated)
CASH FLOWS FROM OPERATING ACTIVITIES			
Loss before tax		(10,008)	(30,463)
Adjustments for:			
Finance costs	7	–	5,396
Share of profits and losses of a jointly-controlled entity and associates		–	12,188
Interest income	5	(2,363)	(5,230)
Depreciation	6	971	965
Gain on disposal of an associate	5	(78)	–
Gain on disposal of fixed assets	5	–	(25,230)
Gain on disposal of discontinued operations		–	(59,549)
Impairment of goodwill		–	15,510
(Write-back of)/provision for impairment in long term investments		(2,898)	46,164
Impairment in value of interests in associates		–	4,059
Write-off of exchange fluctuation reserve of overseas subsidiaries	6	1,634	1,722
Operating loss before working capital changes		(12,742)	(34,468)
Decrease in other assets		–	20,615
Decrease/(increase) in an amount due from a related company		1,631	(1,712)
Decrease in inventories		–	300
Increase in trade receivables		–	(38,841)
Decrease in amounts due from contract customers		–	8,151
(Increase)/decrease in prepayments, deposits and other receivables		(724)	457
Increase in short term investments		(13,198)	(41,155)
(Decrease)/increase in an amount due to an associate		(241)	7,803
Increase in amounts due to related companies		–	70
Decrease in amounts due to contract customers		–	(1,185)
Decrease in trade payables, other payables and accruals		(179)	(7,077)
Cash used in operations		(25,453)	(87,042)
Interest received		2,363	5,230
Interest paid		–	(5,396)
Net cash outflow from operating activities:			
Continuing operations		(23,090)	(42,114)
Discontinued operations		–	(45,094)
Total		(23,090)	(87,208)

CONSOLIDATED CASH FLOW STATEMENT (Continued)

Year ended 31 March 2003

	Note	2003 HK\$'000	2002 HK\$'000 (Restated)
CASH FLOWS FROM INVESTING ACTIVITIES			
Purchases of fixed assets		—	(50)
Proceeds from disposal of fixed assets		—	52,784
Proceeds from disposal of an associate		5,563	—
Disposal of subsidiaries	23(a)	—	58,311
Net cash inflow from investing activities:			
Continuing operations		5,563	(50)
Discontinued operations		—	111,095
Total		5,563	111,045
CASH FLOWS FROM FINANCING ACTIVITIES			
Acquisition of additional interest in a subsidiary		—	(209)
Repayment of bank loans		—	(4,486)
Increase in other loans		—	17,332
Repayment of obligations under finance lease contracts		—	(723)
Net cash inflow from financing activities:			
Continuing operations		—	(209)
Discontinued operations		—	12,123
Total		—	11,914
NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS			
		(17,527)	35,751
Cash and cash equivalents at beginning of year		127,699	92,688
Effect of foreign exchange rate changes, net		(488)	(740)
CASH AND CASH EQUIVALENTS AT END OF YEAR		109,684	127,699
ANALYSIS OF BALANCES OF CASH AND CASH EQUIVALENTS			
Cash and bank balances		109,684	127,699