

CONSOLIDATED CASH FLOW STATEMENT

	2003 HK\$'000	2002 HK\$'000
OPERATING ACTIVITIES		
Loss before taxation	(11,533)	(49,281)
Adjustments for:		
Share of results of associates	4,429	20,283
Share of results of jointly controlled entities	2,631	936
Interest expenses	3,186	1,881
Interest income	(587)	(2,451)
Dividend income	(48)	(61)
Deficit arising on revaluation of investment properties	1,000	1,969
Loss (gain) on disposal of property, plant and equipment	154	(2,998)
Loss on disposal of investments in securities	39	–
Release of negative goodwill to income	(60)	(11)
Amortization of goodwill	60	–
Depreciation and amortization of property, plant and equipment	8,017	6,083
Gain on disposal of subsidiaries	(1,225)	–
Loss on disposal of associates	673	–
Gain on deemed disposal of a subsidiary	–	(2,141)
Gain on deemed disposal of an associate	–	(2,904)
Allowance for amount due from an associate	–	367
Allowance for amount due from a jointly controlled entity	57	393
Allowance for bad and doubtful debts	15,587	–
Inventory write down	1,578	192
Write back of allowance for amount due from a jointly controlled entity	–	(290)
Operating cash flows before movements in working capital	23,958	(28,033)
Increase in amounts due from customers for contract work	(25,502)	(7,336)
(Increase) decrease in inventories	(1,918)	2,154
(Increase) decrease in trade and other receivables	(206,538)	70,555
Decrease in amounts due to associates	(170)	–
(Decrease) increase in amounts due to customers for contract work	(3,022)	3,572
Increase (decrease) in trade and other payables	218,349	(95,938)
Cash generated from (used in) operations	5,157	(55,026)
Interest paid	(3,186)	(1,881)
Hong Kong Profits Tax paid	(102)	(823)
Hong Kong Profits Tax refunded	–	1,257
NET CASH FROM (USED IN) OPERATING ACTIVITIES	1,869	(56,473)

CONSOLIDATED CASH FLOW STATEMENT

FOR THE YEAR ENDED MARCH 31, 2003

	Notes	2003 HK\$'000	2002 HK\$'000
INVESTING ACTIVITIES			
Proceeds from disposal of property, plant and equipment		16,484	15,134
Proceeds from disposal of associates		16,000	–
Amounts repaid from (advanced to) associates		10,451	(5,315)
Proceeds from redemption of investment in a convertible note		5,000	5,250
Proceeds from disposal of subsidiaries	32	851	–
Interest received		587	2,451
Dividends received		48	61
Purchase of property, plant and equipment		(10,033)	(8,932)
Deposit made for acquisition of an investment in securities		(8,000)	–
Deposits made for acquisition of investment properties		(6,561)	–
Acquisition of additional interests in a subsidiary		(2,350)	–
Loans advanced to associates		(1,956)	(353)
Amount advanced to a jointly controlled entity		(319)	(4)
Investment in an associate		(4)	(400)
Purchase of investments in securities		–	(12,039)
Cash outflow from deemed disposal of a subsidiary	33	–	(1,977)
Increase in pledged bank deposits		–	(1,875)
Acquisition of a subsidiary (net of cash and cash equivalents acquired)	34	–	(1,503)
Amounts repaid from jointly controlled entities		–	901
NET CASH FROM (USED IN) INVESTING ACTIVITIES		20,198	(8,601)
FINANCING ACTIVITIES			
New borrowings raised		15,000	66,103
Net proceeds from issue of shares		9,451	–
Proceeds from sales and lease back arrangements		4,268	–
Capital contributed by minority shareholders of subsidiaries		305	700
Repayments of loans from banks and a financial institution		(20,383)	(19,800)
Repayments of obligations under finance leases		(1,647)	–
Amount repaid to a minority shareholder of a subsidiary		–	(500)
Amounts advanced from associates		–	199
NET CASH FROM FINANCING ACTIVITIES		6,994	46,702
INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS		29,061	(18,372)
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE YEAR		26,618	44,990
CASH AND CASH EQUIVALENTS AT END OF THE YEAR		55,679	26,618

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Analysis of the balance of cash and cash equivalents		
Cash and cash equivalents as previously reported		22,131
Effect of reclassification of bank loans		4,487
Cash and cash equivalents as restated		26,618
Being:		
Bank balances, deposits and cash	55,679	29,125
Bank overdrafts	–	(2,507)
	55,679	26,618