

# CONSOLIDATED CASH FLOW STATEMENT

For the year ended 31 March 2004

	Note	2004 HK\$'000	2003 HK\$'000
<b>OPERATING ACTIVITIES</b>			
Profit/(loss) before taxation		13,359	(11,533)
Adjustments for:			
Share of results of associates		3,042	4,425
Share of results of jointly controlled entities		(209)	2,635
Interest expenses		2,492	3,186
Interest income		(2,293)	(587)
Dividend income		–	(48)
Deficit arising on revaluation of investment properties		–	1,000
Loss on disposal of property, plant and equipment		519	154
(Gain)/loss on disposal of investments in securities		(120)	39
Release of negative goodwill to income		–	(60)
Amortisation of goodwill		1,406	60
Depreciation of property, plant and equipment		6,664	8,017
Gain on disposal of subsidiaries		(382)	(1,225)
Loss on disposal of associates		362	673
Loss on disposal of jointly controlled entities		447	–
Allowance for amount due from a jointly controlled entity		–	57
Provision for bad and doubtful debts		493	15,587
Inventory write down		–	1,578
Operating cash flows before movements in working capital		25,780	23,958
Increase in amounts due from customers for contract work		(11,942)	(25,502)
Increase in inventories		(345)	(1,918)
Increase in trade and other receivables		(128,093)	(206,538)
Decrease in amounts due to associates		–	(170)
Increase/(decrease) in amounts due to customers for contract work		9,085	(3,022)
Increase in trade and other payables		84,758	218,349
Cash (used in)/generated from operations		(20,757)	5,157
Interest paid		(2,492)	(3,186)
Hong Kong profits tax paid		(66)	(102)
<b>NET CASH (USED IN)/FROM OPERATING ACTIVITIES</b>		<b>(23,315)</b>	<b>1,869</b>

# CONSOLIDATED CASH FLOW STATEMENT

For the year ended 31 March 2004

	Note	2004 HK\$'000	2003 HK\$'000
<b>INVESTING ACTIVITIES</b>			
Proceeds from disposal of property, plant and equipment		214	16,484
Proceeds from disposal of associates		541	16,000
Proceeds from disposal of investments in securities		664	–
Amounts repaid from associates and jointly controlled entities		16	10,451
Proceeds from redemption of investment in a convertible note		7,000	5,000
Disposal of subsidiaries	31	3,404	851
Interest received		2,293	587
Dividends received		–	48
Purchase of property, plant and equipment		(1,504)	(10,033)
Deposit made for acquisition of investment securities		–	(8,000)
Deposits made for acquisition of investment properties		–	(6,561)
Acquisition of additional interests in a subsidiary		(194)	(2,350)
Loans repaid from/(advanced to) associates and jointly controlled entities		2,310	(2,275)
Investment in an associate		–	(4)
Decrease in pledged bank deposits		1,475	–
Acquisition of subsidiaries (net of cash and cash equivalents acquired)	32	(9,483)	–
<b>NET CASH FROM INVESTING ACTIVITIES</b>		<b>6,736</b>	<b>20,198</b>
<b>FINANCING ACTIVITIES</b>			
New borrowings raised		16,661	15,000
Net proceeds from issue of shares		10,000	9,451
Proceeds from sales and lease back arrangements		–	4,268
Capital contributed by minority shareholders of subsidiaries		–	305
Repayments of loans from banks and a financial institution		(46,757)	(20,383)
Repayments of obligations under finance leases		(1,580)	(1,647)
<b>NET CASH (USED IN)/FROM FINANCING ACTIVITIES</b>		<b>(21,676)</b>	<b>6,994</b>

**CONSOLIDATED CASH FLOW STATEMENT**

For the year ended 31 March 2004

	Note	<b>2004</b> <b>HK\$'000</b>	2003 HK\$'000
<b>(DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS</b>		<b>(38,255)</b>	29,061
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF THE YEAR</b>		<b>55,679</b>	26,618
<b>CASH AND CASH EQUIVALENTS AT END OF THE YEAR</b>		<b>17,424</b>	55,679
<b>ANALYSIS OF THE BALANCE OF CASH AND CASH EQUIVALENTS</b>			
Bank balances, deposits and cash		<b>35,512</b>	55,679
Bank overdrafts		<b>(18,088)</b>	—
		<b>17,424</b>	55,679