

Consolidated Cash Flow Statement 19

Year ended 31 March 2004

Notes	2004 HK\$'000	2003 HK\$'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Loss from operating activities	(66,856)	(10,313)
Adjustments for:		
Interest income	(42)	(98)
Depreciation	1,375	1,613
Amortisation of goodwill	3,405	5,519
Impairment loss of goodwill	53,370	–
Provision for doubtful debts	–	2,146
Impairment loss of inventories	1,957	86
Loss/(gain) on disposal of fixed assets	38	(31)
Fixed assets written off	487	422
Gain on disposal of subsidiaries	(6,444)	(7,091)
OPERATING LOSS BEFORE CHANGES IN WORKING CAPITAL	(12,710)	(7,747)
Decrease in properties held for resale	2,111	770
Increase in inventories	(23)	(2,849)
(Increase)/decrease in accounts receivable	(6,108)	8,979
Decrease in prepayments, deposits and other receivables	10,085	30,760
(Decrease)/increase in accounts payable	(1,513)	6,036
Increase/(decrease) in accrued liabilities and other payables	7,911	(823)
CASH (USED IN)/GENERATED FROM OPERATING ACTIVITIES	(247)	35,126
TAX		
Hong Kong profits tax refund/(paid)	75	(453)
NET CASH (USED IN)/GENERATED FROM OPERATING ACTIVITIES – Page 20	(172)	34,673

Consolidated Cash Flow Statement

Year ended 31 March 2004

	Notes	2004 HK\$'000	2003 HK\$'000
NET CASH (USED IN)/GENERATED FROM			
OPERATING ACTIVITIES – PAGE 19			
		(172)	34,673
INVESTING ACTIVITIES			
Increase in pledged bank deposit		(2,635)	(1,036)
Acquisition of subsidiaries	21(a)	–	(36,040)
Disposal of subsidiaries	21(b)	–	712
Acquisition of associates		–	(514)
Proceeds from disposal of fixed assets		52	528
Purchases of fixed assets		(356)	(2,798)
(Repayment to)/advance from associates		(156)	1,920
Interest income		42	98
		(3,053)	(37,130)
NET CASH USED IN INVESTING ACTIVITIES			
FINANCING ACTIVITIES			
L/C charges and interest paid		(726)	(537)
Dividend paid to minority shareholder		–	(1,600)
New short term bank loan		–	299
Repayment of short term bank loan		(192)	(107)
Issue of shares		7,950	–
		7,032	(1,945)
NET CASH GENERATED FROM/(USED IN)			
FINANCING ACTIVITIES			
Net increase/(decrease) in cash and cash equivalents		3,807	(4,402)
Effect on exchange differences		–	(17)
Cash and cash equivalents at beginning of year		11,395	15,814
		15,202	11,395
CASH AND CASH EQUIVALENTS AT END OF YEAR			
ANALYSIS OF BALANCES OF CASH AND CASH EQUIVALENTS			
Cash and bank balances		14,712	11,101
Bills receivable		490	294
		15,202	11,395