

CONSOLIDATED CASH FLOW STATEMENT

Year ended 31 March 2004

	Notes	2004 HK\$'000	2003 HK\$'000
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit/(loss) before tax		(2,465)	4,997
Adjustments for:			
Finance costs	7	232	96
Share of profits and losses of jointly-controlled entities and associates		(12,060)	(2,734)
Interest income	5	(314)	(311)
Depreciation	6	3,562	3,966
Loss/(gain) on disposal of fixed assets	6	909	(3)
Loss on disposal of short term investments	6	14	–
Unrealised holding gain on short term investments	6	–	(1,325)
Write-off of amounts due from contract customers	6	401	–
Write-off of an amount due from a jointly-controlled entity	6	–	282
Write-off of an amount due from an associate	6	420	–
Write-off of an amount due from a related company	6	–	54
Provision for an amount due from an associate	6	–	878
Reversal of provision for an amount due from a related company	6	–	(3,044)
Write back of provision for amounts due from contract customers, net	6	(722)	(7,206)
Provision for prepayments, deposits, other debtors and other assets	6	2,011	2,056
Deficit/(surplus) arising from revaluations of an investment property and leasehold land and buildings	6	(240)	451
Deficit arising from revaluation of plant and machinery and motor vehicles	6	1,649	474
Surplus arising from revaluation of plant and machinery and motor vehicles	6	(73)	(30)
Gain on disposal of subsidiaries	5	(1,161)	–
Gain on dilution of interest in a subsidiary	5	–	(78)
Write-off of long outstanding payables	5	(1,320)	(13,900)
Operating loss before working capital changes		(9,157)	(15,377)

CONSOLIDATED CASH FLOW STATEMENT

Year ended 31 March 2004

Notes	2004 HK\$'000	2003 HK\$'000
CASH FLOWS FROM OPERATING ACTIVITIES <i>(continued)</i>		
Operating loss before working capital changes	(9,157)	(15,377)
Decrease/(increase) in accounts receivable	(10,251)	15,309
Decrease/(increase) in balances with jointly-controlled entities	(5,731)	10,402
Decrease/(increase) in balances with associates	954	(469)
Decrease in balances with related companies	3,600	4,490
Increase in balances with minority shareholders	(8,803)	(5,825)
Decrease in prepayments, deposits, other debtors and other assets	147	896
Proceeds from disposal of short term investments	15,881	–
Increase/(decrease) in accounts and bills payable	22,994	(26,035)
Increase in accrued liabilities and other payables	248	1,170
Cash generated/(used in) from operations	9,882	(15,439)
Interest paid	(519)	(96)
Interest element on finance lease rental payments	(5)	(27)
Hong Kong profits tax refunded	21	387
Net cash inflow/(outflow) from operating activities	9,379	(15,175)

CONSOLIDATED CASH FLOW STATEMENT

Year ended 31 March 2004

	<i>Notes</i>	2004 <i>HK\$'000</i>	2003 <i>HK\$'000</i>
Net cash inflow/(outflow) from operating activities		9,379	(15,175)
CASH FLOWS FROM INVESTING ACTIVITIES			
Interest received		314	311
Dividend income received from a jointly-controlled entity		6,500	–
Purchases of fixed assets	<i>12</i>	(547)	(1,027)
Proceeds from disposal of fixed assets		330	952
Acquisition of a subsidiary	<i>29 (a)</i>	(889)	–
Disposal of subsidiaries	<i>29 (b)</i>	307	–
Capital contribution to associates		–	(4)
Capital contribution to jointly-controlled entities		(8,890)	(8,758)
Advances to associates		–	(2,042)
Pledge of bank deposits		(15,051)	(540)
Net cash outflow from investing activities		(17,926)	(11,108)
CASH FLOWS FROM FINANCING ACTIVITIES			
New bank loans		12,000	8,000
Repayment of bank loans		(8,832)	(6,000)
New trust receipt loans		611	349
Repayment of trust receipt loans		(349)	–
Capital element of finance lease rental payments		(375)	(886)
Net cash inflow from financing activities		3,055	1,463
NET DECREASE IN CASH AND CASH EQUIVALENTS		(5,492)	(24,820)
Cash and cash equivalents at beginning of year		7,628	32,448
CASH AND CASH EQUIVALENTS AT END OF YEAR		2,136	7,628
ANALYSIS OF BALANCES OF CASH AND CASH EQUIVALENTS			
Cash and bank balances	<i>20</i>	5,183	4,590
Non-pledged time deposits with original maturity of less than three months when acquired	<i>20</i>	–	3,038
Bank overdrafts	<i>23</i>	(3,047)	–
		2,136	7,628