

# Consolidated Cash Flow Statement

For the year ended 31 March 2004

(Expressed in Hong Kong dollars)

	Note	2004 HK\$'000	2003 HK\$'000
<b>Net cash generated from/(used in) operating activities</b>	26(a)	<b>10,145</b>	(14,368)
<b>Cash flows from investing activities</b>			
Payments to acquire fixed assets		(307)	(92)
Acquisition of interest in a jointly controlled entity		(4,257)	–
Disposal of subsidiaries, net of cash and cash equivalents disposed of	27	(3,484)	–
Net cash used in investing activities		(8,048)	(92)
<b>Cash flows from financing activities</b>			
Issue of ordinary shares	24(f)	–	32,500
Share issue expenses	24(f)	–	(8,335)
Advance to an associate		(281)	(50)
New bank borrowings raised		–	3,000
Repayment of bank borrowings		(4,017)	–
Interest paid		(4,742)	(5,193)
Net cash (used in)/generated from financing activities		(9,040)	21,922
Net (decrease)/increase in cash and cash equivalents		(6,943)	7,462
<b>Effect of foreign exchange rate changes</b>		<b>230</b>	16
<b>Cash and cash equivalents as at 1 April 2003/2002</b>		<b>10,645</b>	3,167
<b>Cash and cash equivalents as at 31 March 2004/2003</b>		<b>3,932</b>	10,645
<b>Analysis of balances of cash and cash equivalents</b>			
Cash and bank balances		3,932	10,645

As at 31 March 2004, all of the Group's cash and bank balances were denominated in Hong Kong dollars. As at 31 March 2003, the Group had cash and bank balances of approximately HK\$10,578,000 which were denominated in Renminbi. The remittance of these funds out of the People's Republic of China (the "PRC") is subject to the exchange control restrictions imposed by the PRC government.

The accompanying notes form an integral part of these financial statements.