

CONSOLIDATED CASH FLOW STATEMENT

For the year ended 31 March 2005

	Note	2005 HK\$'000	2004 HK\$'000
OPERATING ACTIVITIES			
Profit before taxation		12,767	13,359
Adjustments for:			
Share of results of an associate		(405)	3,042
Share of results of jointly controlled entity		(190)	(209)
Interest expenses		1,944	2,492
Interest income		(356)	(2,293)
Loss on disposal of property, plant and equipment		196	519
Gain on disposal of investments in securities		–	(120)
Amortisation of goodwill		3,077	1,406
Depreciation of property, plant and equipment		1,931	6,664
Gain on disposal of subsidiaries	28	(120)	(382)
Loss on disposal of associates		–	362
Surplus on revaluation of investment properties		(2,968)	–
Loss on disposal of a jointly controlled entity		–	447
Provision for bad and doubtful debts		10,500	493
Operating cash flows before movements in working capital		26,376	25,780
Increase in amounts due from customers for contract work		(140,468)	(11,942)
Increase in inventories		–	(345)
Decrease/(increase) in trade and other receivables		93,657	(128,093)
(Decrease)/increase in amounts due to customers for contract work		(8,121)	9,085
(Decrease)/increase in trade and other payables		(68,582)	84,758
Cash used in operations		(97,138)	(20,757)
Interest paid		(1,944)	(2,492)
Hong Kong profits tax refund/(paid)		277	(66)
NET CASH USED IN OPERATING ACTIVITIES		(98,805)	(23,315)

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INVESTING ACTIVITIES			
Proceeds from disposal of property, plant and equipment		147	214
Proceeds from disposal of associates		–	541
Proceeds from disposal of investments in securities		–	664
Amounts repaid from associates and jointly controlled entities		–	16
Proceeds from redemption of investment in a convertible note		–	7,000
Disposal of subsidiaries	28	123	3,404
Interest received		356	2,293
Purchase of property, plant and equipment		(2,611)	(1,504)
Acquisition of additional interests in a subsidiary		–	(194)
Loans (advanced to)/repaid from associate and jointly controlled entity		(4,699)	2,310
Decrease in pledged bank deposits		400	1,475
Acquisition of subsidiaries (net of cash and cash equivalents acquired)	29	–	(9,483)
NET CASH (USED IN)/FROM INVESTING ACTIVITIES		(6,284)	6,736
FINANCING ACTIVITIES			
New borrowings raised		92,839	16,661
Net proceeds from issue of shares		27,121	10,000
Repayments of loans from banks and a financial institution		–	(46,757)
Repayments of obligations under finance leases		(144)	(1,580)
NET CASH FROM/(USED IN) FINANCING ACTIVITIES		119,816	(21,676)
INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS		14,727	(38,255)
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE YEAR		17,424	55,679
CASH AND CASH EQUIVALENTS AT END OF THE YEAR		32,151	17,424
ANALYSIS OF THE BALANCE OF CASH AND CASH EQUIVALENTS			
Bank balances, deposits and cash		55,134	35,512
Bank overdrafts		(22,983)	(18,088)
		32,151	17,424