

Consolidated Cash Flow Statement

For the year ended 30th April, 2005

	2005 HK\$'000	2004 HK\$'000
Operating activities		
Loss from operations	(40,394)	(41,631)
Adjustments for:		
Interest income	(38)	(59)
Allowance for bad and doubtful debts	1,491	842
Allowance for inventories	1,534	5,489
Amortisation of deferred costs	2,427	2,883
Depreciation and amortisation of property, plant and equipment	6,708	10,766
Impairment loss recognised in respect of deferred costs	408	350
Loss on disposal of property, plant and equipment	1,396	657
Revaluation decrease arising on revaluation of an investment property	158	200
Loss (gain) on disposal of other investments	226	(732)
Unrealised holding loss on other investments	-	124
Operating cash flows before movements in working capital	(26,084)	(21,111)
Decrease in inventories	16,559	1,065
Decrease (increase) in trade receivables	12,289	(2,167)
Increase in bills receivable	(2,683)	-
(Increase) decrease in prepayments, deposits and other receivables	(1,226)	171
(Decrease) increase in trade payables	(22,971)	5,576
(Decrease) increase in accrued charges and other payables	(763)	11,190
Net cash used in operating activities	(24,879)	(5,276)
Investing activities		
Decrease in pledged bank deposits	2,611	1,788
Proceeds on disposal of an associate	2,000	-
Proceeds on disposal of other investments	239	4,479
Proceeds on disposal of property, plant and equipment	103	306
Interest income	38	59
Purchase of property, plant and equipment	(436)	(1,147)
Increase in deferred costs	(56)	(398)
Deposits paid for acquisition of property, plant and equipment	-	(621)
Increase in other investments	-	(2,108)
Net cash from investing activities	4,499	2,358

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Financing activities		
Bank and other borrowings raised	189,377	214,513
Proceeds from issue of shares	15,092	11,000
Repayment of bank and other borrowings	(183,383)	(219,081)
Interest paid	(1,311)	(1,095)
Repayment of obligations under finance leases	(627)	(949)
Expenses incurred in connection with the issue of shares	(480)	(292)
Finance charges on obligations under finance leases	(47)	(95)
Net cash from financing activities	18,621	4,001
(Decrease) increase in cash and cash equivalents	(1,759)	1,083
Cash and cash equivalents at beginning of the year	3,186	2,103
Cash and cash equivalents at end of the year	1,427	3,186
Analysis of cash and cash equivalents		
Bank balances and cash	1,614	4,580
Bank overdraft	(187)	(1,394)
	1,427	3,186