

Consolidated Cash Flow Statement

For the period from 1 April 2004 to 30 June 2005

	NOTES	1.4.2004 to 30.6.2005 HK\$'000	1.4.2003 to 31.3.2004 HK\$'000
Operating activities			
Profit from operations		2,694	5,537
Adjustments for:			
Gain on partial disposal of subsidiaries	28	(797)	–
Loss (gain) on disposal of property, plant and equipment		108	(10)
Depreciation and amortisation		45,593	37,870
Allowance for inventories		2,993	9,601
Allowance for doubtful debts		23,491	32,543
Impairment loss on property, plant and equipment		14,000	–
Impairment on club membership		–	600
Impairment on deposit paid for acquisition of investment		–	3,831
Interest income		(8,421)	(4,024)
Operating cash flows before movements in working capital		79,661	85,948
Increase in inventories		(60,198)	(55,009)
Decrease in television programmes and sub-licensing rights		2,546	–
Increase in debtors, deposits and prepayments		(62,756)	(87,516)
(Increase) decrease in bills receivable		(1,672)	227
Increase in creditors and accrued charges		11,442	19,848
(Decrease) increase in bills payable		(18,616)	7,583
Cash used in operations		(49,593)	(28,919)
Hong Kong Profits Tax paid		(448)	(3,628)
Taxation in other jurisdictions paid		(10,952)	(4,742)
Net cash used in operating activities		(60,993)	(37,289)
Investing activities			
Interest received		8,421	715
Purchase of property, plant and equipment		(25,442)	(22,557)
Proceeds from disposal of property, plant and equipment		100	16
Acquisition of subsidiaries	28	4,642	630
Proceeds from disposal of subsidiaries	28 & 29	13,292	–
Refund of deposit paid for acquisition of investment		–	969
Increase in pledged deposits		(20,224)	(12,866)
Net cash used in investing activities		(19,211)	(33,093)

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Financing activities		
Interest paid on bank borrowings	(26,930)	(14,362)
Interest paid on finance leases	(385)	(701)
Proceeds from issue of shares	32,889	43,970
Expenses incurred in connection with the issue of shares	(8,033)	(965)
Proceeds from placement of shares of a listed subsidiary	24,098	–
Repayment of obligations under finance leases	(2,854)	(3,729)
New bank loans raised	348,917	143,287
Repayment of bank loans	(370,223)	(128,801)
New trust receipt loans raised	1,072,542	544,936
Repayment of trust receipt loans	(973,116)	(485,054)
New invoice financing loans raised	224,875	162,587
Repayment of invoice financing loans	(243,993)	(154,965)
Net additions of other borrowings	1,163	–
Dividends paid to a minority shareholder	(2,616)	–
Net cash from financing activities	76,334	106,203
Net (decrease) increase in cash and cash equivalents	(3,870)	35,821
Cash and cash equivalents at beginning of the period/year	143,455	107,378
Effect of foreign exchange rate changes	(94)	256
Cash and cash equivalents at end of the period/year	139,491	143,455
Analysis of the balances of cash and cash equivalents		
Being:		
Bank balances and cash	140,806	143,630
Bank overdrafts	(1,315)	(175)
	139,491	143,455