

CONSOLIDATED CASH FLOW STATEMENT

For the year ended 31 March 2007

	2007 HK\$'000	2006 HK\$'000
Operating activities		
Loss for the year	(92,304)	(108,876)
Tax credit	(5)	(675)
Share of results of a jointly controlled entity	—	5,226
Increase in fair value of investment property	—	(1,475)
Interest income	(3,671)	(6,995)
Interest expenses	120,890	85,772
Unclaimed dividend written back	(313)	—
Loss on disposal of property, plant and equipment	28	—
Loss on disposal of investment property	3,500	—
Depreciation of property, plant and equipment	23,379	19,584
Amortisation of intangible assets	53,626	14,450
Gain on disposal of subsidiaries	—	(25,700)
Operating cash flows before working capital changes	105,130	(18,689)
Decrease in amounts due from related companies	2,629	2,027
Increase in trade and other receivables, deposits and prepayments	(68,735)	(11,843)
(Increase)/decrease in amount due to related companies	(4,404)	6,346
Increase/(decrease) in other payables, deposits received and accrued charges	10,126	(31,386)
Effect of foreign exchange rate changes	11,850	1,943
Net cash generated from/(used in) operations	56,596	(51,602)
Hong Kong profits tax paid	—	(2,847)
Interest received on bank balances	3,671	6,456
Net cash generated from/(used in) operating activities	60,267	(47,993)

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For the year ended 31 March 2007

	Note	2007 HK\$'000	2006 HK\$'000
Investing activities			
Acquisition of subsidiaries		—	(178,331)
Disposal of subsidiaries		—	345,989
Purchase of property, plant and equipment		(17,608)	(262)
Proceed from disposal of investment property		16,500	—
Decrease in fixed deposit with the FS Company		—	240,176
Repayment of loan receivable		34,000	2,000
Deposits refunded/(paid) for acquisition of a subsidiary		70,000	(70,000)
Deposits refunded/(paid) for acquisition of an investment property		4,000	(4,000)
Net cash generated from investing activities		106,892	335,572
Financing activities			
Interest element of finance lease payments		(13)	(30)
New bank loans		—	425,000
New other loan	32	33,794	200,999
Repayment of bank loans	32	(46,919)	(76,247)
Repayment of other loans		—	(40,380)
Redemption of convertible notes		—	(160,000)
Repayment of promissory notes		—	(320,000)
Interest paid on borrowings		(121,315)	(85,210)
Capital element of finance lease payments	32	(400)	(324)
Dividend paid		(18)	(247,962)
Net cash used in financing activities		(134,871)	(304,154)
Increase/(decrease) in cash and cash equivalents		32,288	(16,575)
Effect of foreign exchange rate changes		475	35
Cash and cash equivalents at beginning of year		20,404	36,944
Cash and cash equivalents at end of year		53,167	20,404
Analysis of the balances of cash and cash equivalents			
Cash and bank balances			
— continuing operations		15,485	20,404
— discontinued operations		37,682	—
		53,167	20,404

The accompanying notes form part of these financial statements.