

Consolidated Cash Flow Statement

For the year ended 31 March 2007

	<i>Notes</i>	2007 <i>HK\$'000</i>	2006 <i>HK\$'000</i>
OPERATING ACTIVITIES			
Loss before taxation		(29,138)	(108,588)
Adjustments for:			
Depreciation and amortisation of property, plant and equipment	16	11,503	11,227
Amortisation of interests in leasehold land and land use rights	15	1,675	1,595
Impairment of trade receivables		–	17,738
Surplus arising on revaluation of investment properties	14	(4,439)	(1,008)
Share of losses of associates		6,164	9,473
(Gain)/loss on disposal of property, plant and equipment		(118)	40
Gain on disposal of subsidiaries	35	(48,448)	(237)
Interest income		(4,881)	(421)
Interest expenses		36,153	26,135
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Operating cash flows before movements in working capital		(31,529)	(44,046)
Increase in properties under development for sale		(56,514)	(2,143)
Increase in trade and other receivables and prepayments		(89,462)	(77,024)
(Increase)/decrease in amount due from an associate		(873)	4,822
Decrease/(increase) in financial assets at fair value through profit or loss		3	(18)
(Increase)/decrease in bank trust and segregated accounts		(81,134)	3,347
Decrease in construction contract under progress		–	3,266
Increase/(decrease) in trade and other payables and deposits received		269,484	(2,046)
Decrease in amount due to a related company		(6)	(40,105)
Decrease in loan receivable		–	8,200
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Cash generated from/(used in) operations		9,969	(145,747)
Profits tax refunded/(paid)		193	(277)
Interest received		4,881	421
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Net cash generated from/(used in) operating activities		15,043	(145,603)

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INVESTING ACTIVITIES			
Purchase of property, plant and equipment		(125,705)	(33,275)
Proceeds on disposal of property, plant and equipment		203	23
Proceeds on disposal of subsidiaries	35	254,073	131,233
Net refund in other non-current assets		54	362
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Net cash generated from investing activities		128,625	98,343
FINANCING ACTIVITIES			
Interest paid		(19,359)	(20,094)
New bank loan raised		78,788	28,846
Repayment of obligations under finance leases		(66)	(64)
Repayment of bank loans		(125,483)	(25,991)
Repayment of other loans		(40,000)	(65,000)
Proceeds from issue of convertible notes	30	111,698	90,000
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Net cash generated from financing activities		5,578	7,697
Net increase/(decrease) in cash and cash equivalents		149,246	(39,563)
Cash and cash equivalents at 1 April 2006/2005		16,894	55,737
Effect of foreign exchange rate changes		(6,710)	720
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Cash and cash equivalents at 31 March		159,430	16,894
ANALYSIS OF THE BALANCES OF CASH AND CASH EQUIVALENTS			
Cash and bank balances		245,840	22,171
Less: Bank balances – trust and segregated accounts	24	(86,410)	(5,277)
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		159,430	16,894

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