

**CONSOLIDATED AND COMPANY STATEMENT OF CASH FLOW**

	Group		Company	
	Year ended	Year ended	Year ended	Year ended
	31 March 2010	31 March 2009	31 March 2010	31 March 2009
	RMB'000	RMB'000	RMB'000	RMB'000
<b>Cash flows from operating activities</b>				
Profit/(loss) before tax	30,700	20,896	(2,879)	(5,209)
<b>Adjustments for:</b>				
Interest expense	106	52	283	9
Interest income	(532)	(1,424)	(1)	(226)
Allowance for doubtful debts	1,737	2,076	-	-
Depreciation of property, plant and equipment	3,682	3,260	-	-
Amortisation of intangible assets	3,975	3,307	-	-
Loss on disposal of property, plant and equipment	70	568	-	-
Operating cash flows before movement in working capital	39,738	28,735	(2,597)	(5,426)
Increase in inventories	(834)	(3,498)	-	-
(Increase)/decrease in trade and other receivables	(51,824)	(38,546)	10,862	4,130
Increase/(decrease) in trade and other payables	19,748	3,765	(1,861)	311
Cash generated/(used in) by operations	6,828	(9,544)	6,404	(985)
Interest paid	(106)	(52)	(283)	(9)
Interest received	532	1,424	1	226
Income Tax paid	(1,025)	-	-	-
<b>Net cash generated from/(used in) operating activities</b>	<b>6,229</b>	<b>(8,172)</b>	<b>6,122</b>	<b>(768)</b>
<b>Cash flow from investing activities</b>				
Proceeds of disposal of property, plant and equipment	38	3	-	-
Purchase of property, plant and equipment	(4,595)	(5,310)	-	-
Purchase of intangible assets	(1,123)	(69)	-	-
Expenditure on product development	(8,271)	(7,019)	-	-
<b>Net cash used in investing activities</b>	<b>(13,951)</b>	<b>(12,395)</b>	<b>-</b>	<b>-</b>
<b>Cash flow from financing activities</b>				
Proceeds from issue of shares	-	-	-	-
Dividends paid	(4,074)	(9,550)	(4,074)	(9,550)
<b>Net cash used in financing activities</b>	<b>(4,074)</b>	<b>(9,550)</b>	<b>(4,074)</b>	<b>(9,550)</b>
Net (decrease)/increase in cash and cash equivalents	(11,796)	(30,117)	2,048	(10,318)
Cash and cash equivalents at the beginning of the year	85,245	115,362	269	10,587
<b>Cash and cash equivalents at the end of the year</b>	<b>73,449</b>	<b>85,245</b>	<b>2,317</b>	<b>269</b>