

Consolidated Cash Flow Statement

	Year ended 31 March 2009	15 months ended 31 March 2008
	Audited RMB'000	Audited RMB'000
Cash flows from operating activities		
Profit before tax	20,896	52,200
Adjustments for:		
Interest expense	52	4
Interest income	(1,424)	(2,255)
Allowance for doubtful debts	2,076	-
Depreciation of property, plant and equipment	3,260	2,056
Amortisation of intangible assets	3,307	2,437
Loss on disposal of property, plant and equipment	568	123
Share based payment	-	143
Operating cash flows before movement in working	28,735	54,708
Increase in inventories	(3,498)	(11,290)
Increase in trade and other receivables	(38,546)	(36,102)
Increase /(decrease) in trade and other payables	3,768	(5,986)
Cash (used in)/ generated by operations	(9,541)	1,330
Interest paid	(52)	(4)
Interest received	1,424	2,255
Net cash generated (used in)/ from operating	(8,169)	3,581
Cash flow from investing activities		
Proceeds of disposal of property, plant and	3	2
Purchase of property, plant and equipment	(5,310)	(8,201)
Purchase of intangible assets	(69)	(6,637)
Expenditure on product development	(7,019)	(4,456)
Cash paid for restructuring	-	(22,575)
Net cash used in investing activities	(12,395)	(41,867)
Cash flow from financing activities		
Proceeds from issue of shares	-	164,909
Proceed from borrowings	-	15,357
Dividends paid	(9,550)	-
Repayment of borrowings	-	(23,173)
Share issue costs	-	(26,499)
Net cash (used in)/generated from financing activities	(9,550)	130,594
Net (decrease)/increase in cash and cash	(30,117)	92,308
Cash and cash equivalents at the beginning of the period	115,362	23,054
Cash and cash equivalents at the end of the period	85,245	115,362