

CONSOLIDATED CASH FLOW STATEMENT

For the year ended 31 December 2002

	2002 HK\$	2001 HK\$
Cash flows from operating activities		
Loss before taxation	(13,582,092)	(11,237,710)
Adjustments for:		
Amortisation of goodwill	365,977	365,977
Depreciation	87,359	76,064
Write-off of property, plant and equipment	966	5,535
Gain on disposal of investment securities	—	3,408,353
Dividend income from investment securities	(2,453,015)	(2,561,415)
Investment income from held-to-maturity debt securities	(378,000)	(63,003)
Interest income	(548,796)	(1,335,353)
Interest expenses	—	21,110
Share of net losses of jointly controlled entities	6,115,690	3,953,743
Share of net losses/(profits) of associates	5,478,519	(723,165)
Operating loss before working capital changes	(4,913,392)	(8,089,864)
Decrease/(Increase) in:		
Other receivables	(4,145,726)	54,619,552
Amount due from Sinox Fund Management Limited	—	391,642
Amounts due from jointly controlled entities	1,710,182	(653,497)
Amounts due from associates	(1,889,588)	(13,847,771)
Other payables	(843,834)	(261,324)
Amounts due to investee companies	—	(444,820)
Amount due to Sinox Fund Management Limited	1,445,850	1,017,211
Cash (used in)/generated from operations	(8,636,508)	32,731,129
Dividends received from jointly controlled entities	856,269	337,235
Dividends received from investment securities	2,453,015	2,561,415
Investment income received from held-to-maturity debt securities	378,000	63,003
Interest received	548,796	1,335,353
Interest paid	—	(21,110)
Hong Kong tax paid	(125,782)	—
Overseas tax paid	(192,805)	(226,714)
Net cash (outflow)/inflow from operating activities	(4,719,015)	36,780,311

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For the year ended 31 December 2002

	2002 HK\$	2001 HK\$
Cash flows from investing activities		
Additions of property, plant and equipment	(2,789)	(81,021)
Acquisition of associates	(135,002)	(405,702)
Acquisition of investment securities	—	(28,281,257)
Loan to an investee company	(9,000,000)	(6,385,000)
Proceeds from sale of investment securities	—	23,097,184
Acquisition of held-to-maturity debt securities	—	(5,040,000)
Proceeds from sale of held-to-maturity debt securities	—	4,929,897
Net cash (outflow) from investing activities	(9,137,791)	(12,165,899)
Net (decrease)/increase in cash and cash equivalents	(13,856,806)	24,614,412
Cash and cash equivalents at 1 January	56,355,480	31,741,068
Cash and cash equivalents at 31 December	42,498,674	56,355,480
Analysis of the balance of cash and cash equivalents:—		
Cash with brokers	4,556	3,554
Cash and bank balances	42,494,118	56,351,926
	42,498,674	56,355,480