

Consolidated Cash Flow Statement

For the year ended 31 March 2004

| | Note | 2004 US\$'000 | 2003 US\$'000 |
|--|------|------------------|------------------|
| Cash flows from operating activities: | | | |
| Profit/(Loss) before taxation | | 5,444 | (6,881) |
| Depreciation | | 39 | 93 |
| Bad debts written off | | 9 | 4 |
| Interest income | | (5) | (31) |
| Dividend income from investments | | (41) | (54) |
| Share of (profits)/losses of associates | | (7,445) | 4,976 |
| Net unrealised loss on current other investments | | — | 53 |
| Net unrealised (profit)/loss on non-current other investments | | (123) | 2,557 |
| Net realised profit on disposal of non-current other investments | | (37) | (538) |
| Net realised profit on disposal of current other investments | | (239) | (204) |
| Loss on disposal of fixed assets | | — | 1 |
| Write-back of provisions for corporate finance expenses | | (1,270) | (1,393) |
| Decrease/(Increase) in accounts receivable | | 495 | (92) |
| Decrease in prepayments, deposits and other receivables | | 144 | 167 |
| Decrease in accounts payable, accruals and other payables | | (302) | (74) |
| Cash used in operations | | (3,331) | (1,416) |
| Income tax paid | | — | (2,337) |
| Net cash outflow from operating activities | | (3,331) | (3,753) |

Consolidated Cash Flow Statement (Continued)

For the year ended 31 March 2004

| | Note | 2004 US\$'000 | 2003 US\$'000 |
|---|------|------------------|------------------|
| Cash flows from investing activities: | | | |
| Purchase of non-current other investments | | (206) | — |
| Purchase of current other investments | | (204) | (240) |
| Proceeds from disposal of current other investments | | 508 | 696 |
| Proceeds from disposal of non-current other investments | | 1,004 | 1,038 |
| Purchase of fixed assets | | (4) | (3) |
| Proceeds from disposal of fixed assets | | 1 | 1 |
| Disposal of subsidiaries | | — | 169 |
| Decrease/(Increase) in amount due from an associate | | 167 | (662) |
| Interest received | | 5 | 31 |
| Dividend received from other investments and associates | | 3,975 | 54 |
| Net cash inflow from investing activities | | 5,246 | 1,084 |
| Cash flows from financing activities: | | | |
| Proceeds from exercise of share options | | 72 | — |
| Proceeds from exercise of warrants | | 9 | — |
| Dividend paid | | (3,505) | — |
| Net cash outflow from financing activities | | (3,424) | — |
| Net decrease in cash and cash equivalents | | (1,509) | (2,669) |
| Effects of foreign currency fluctuations | | 98 | (328) |
| Cash and cash equivalents at the beginning of the year | | 2,114 | 5,111 |
| Cash and cash equivalents at the end of the year | 16 | 703 | 2,114 |