

Consolidated Cash Flow Statement

For the year ended 30 June 2005

Note	2005 HK\$'000	2004 HK\$'000
OPERATING ACTIVITIES		
Profit from operations	20,553	9,128
Adjustments:		
Depreciation and amortisation of property, plant and equipment	310	577
Revaluation increase of investment properties	(33,054)	(16,000)
Loss on disposal of property, plant and equipment	–	8
Provision for bad and doubtful debts	–	1,116
Written back of provision for bad and doubtful debts	(1,719)	–
Operating cash flows before changes in working capital	(13,910)	(5,171)
(Increase)/decrease in inventories	(42)	487
Decrease/(increase) in trade and other receivables	2,819	(774)
Increase in trade and other payables (<i>Note a</i>)	9,637	2,343
CASH USED IN OPERATIONS	(1,496)	(3,115)
Interest paid on bank and other borrowings	(3,733)	(5,034)
Interest on obligations under finance leases	(8)	(15)
NET CASH USED IN OPERATING ACTIVITIES	(5,237)	(8,164)
INVESTING ACTIVITIES		
Repayment from an associate	–	1,045
Purchase of property, plant and equipment	(8)	(13)
NET CASH FROM INVESTING ACTIVITIES	(8)	1,032
FINANCING ACTIVITIES		
New bank and other borrowings raised	9,429	50,444
Repayment of bank and other borrowings	(4,137)	(40,726)
Repayment of obligations under finance leases	(32)	(189)
Proceeds on disposal of a subsidiary	–	–
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NET CASH FROM FINANCING ACTIVITIES	5,260	9,529
NET INCREASE IN CASH AND CASH EQUIVALENTS	15	2,397
CASH AND CASH EQUIVALENTS AT 1 JULY	440	(1,957)
CASH AND CASH EQUIVALENTS AT 30 JUNE	455	440
ANALYSIS OF THE BALANCE OF CASH AND CASH EQUIVALENTS	455	440

Note a: During the year, interest payable of HK\$5,279,000 was not yet paid but accounted for in other payables.

The notes on pages 24 to 56 form an integral part of these financial statements.