

# Consolidated Cash Flow Statement

For the year ended 30 June 2006

	Notes	2006 HK\$'000	2005 HK\$'000 (restated)
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Profit/(loss) for the year		<b>(23,995)</b>	15,208
Adjustments for:–			
Accruals reversed		<b>(3,280)</b>	–
Gain on disposal of property, plant and equipment		<b>(687)</b>	–
Impairment losses for trade receivables reversed		<b>(1,425)</b>	(1,719)
Write-down of properties held for sale reversed		<b>(5,206)</b>	(6,729)
Revaluation increase of investment property		–	(30,000)
Loss on disposal of investment property		<b>4,000</b>	–
Depreciation		<b>93</b>	263
Amortisation of lease payments for land held for own use		–	47
Finance costs	8	<b>10,206</b>	9,020
Income tax	10	<b>938</b>	–
Gain on disposal of discontinued operation	11	<b>(4,936)</b>	–
Gain on disposal of subsidiaries	12(b)	<b>(54)</b>	–
Provision for loss arising from guarantee related to former related company reversed		<b>(5,000)</b>	–
Provision for loss arising from indemnity related to former subsidiary reversed		<b>(5,800)</b>	–
Operating cash flows before changes in working capital		<b>(35,146)</b>	(13,910)
Decrease/(increase) in inventories		<b>183</b>	(42)
Decrease/(increase) in properties held for sale		<b>64,985</b>	–
Decrease/(increase) in trade and other receivables		<b>(1,188)</b>	2,819
Increase/(decrease) in deposit received on disposal of properties held for sale		<b>(25,757)</b>	–
Increase/(decrease) in trade and other payables		<b>(14,965)</b>	9,637
Cash used in operations		<b>(11,888)</b>	(1,496)
Interests and charges paid on bank and other loans		<b>(10,204)</b>	(3,733)
Taxes paid		<b>(938)</b>	–
Net cash used in operating activities		<b>(23,030)</b>	(5,229)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Proceeds from disposal of property, plant and equipment		<b>1,157</b>	–
Proceeds from disposal of investment property		<b>104,000</b>	–
Payment to purchase property, plant and equipment		<b>(326)</b>	(8)
Disposal of subsidiaries	12(a)	<b>(232)</b>	–
Net cash generated from/(used in) investing activities		<b>104,599</b>	(8)

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For the year ended 30 June 2006

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<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Proceeds from bank and other loans	<b>1,047</b>	9,429
Payment of bank and other loans	<b>(55,678)</b>	(4,137)
Payment of finance lease liabilities	<b>(23)</b>	(40)
Net cash generated from/(used in) financing activities	<b>(54,654)</b>	5,252
<b>NET INCREASE IN CASH AND CASH EQUIVALENTS</b>		
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE YEAR	<b>455</b>	440
CASH AND CASH EQUIVALENTS AT END OF THE YEAR	<b>27,370</b>	455
<b>ANALYSIS OF CASH AND CASH EQUIVALENTS</b>		
Cash and bank deposits	<b>17,263</b>	455
Financial assets	<b>10,978</b>	–
Financial liabilities	<b>(871)</b>	–
	<b>27,370</b>	455