



Consolidated Cash Flow Statement

For the year ended 31 December 2006

	Notes	2006 HK\$' million	2005 HK\$' million
OPERATING ACTIVITIES			
Loss before taxation		(326.8)	(78.5)
Adjustment for:			
Finance cost		0.1	–
Depreciation		0.3	0.4
Impairment loss on deposits in an assets management company		32.6	–
Impairment loss on deposit refundable		13.8	–
Impairment loss recognised in respect of available-for-sale investments		13.0	31.7
Loss on written off of investment properties		237.0	–
Decrease in fair value on investment properties		–	13.0
Provision for loss in value of investment properties		12.1	–
Loss on derivative financial instrument		–	0.1
Impairment losses recognised in respect of goodwill arising from acquisition of a subsidiary		–	7.9
Provision for loss on a guarantee agreement		–	22.9
Allowance for bad and doubtful debts		8.7	2.5
Loss on disposal of plant and equipment		0.5	–
Operating cash flows before movements in working capital		(8.7)	–
Decrease (increase) in other receivables		0.7	(5.4)
Increase (decrease) in other payables and accrued charges		0.8	(1.2)
Decrease (increase) in held for trading investments		12.2	(12.2)
Decrease in derivative financial instruments		(0.1)	–
Cash from (used in) operations		4.9	(18.8)
Interest paid		(0.1)	–
Overseas tax paid		–	(0.2)
NET CASH FROM (USED IN) OPERATING ACTIVITIES		4.8	(19.0)
INVESTING ACTIVITIES			
Reclassified a subsidiary to available-for-sale investments	17(d)	(0.5)	–
Decrease in deposits in an assets management company		–	1.7
Net cash inflow on acquisition of a subsidiary	31	–	0.1
Deposit paid for acquisition of a subsidiary		–	(13.8)
NET CASH USED IN INVESTING ACTIVITIES		(0.5)	(12.0)
NET CASH FROM FINANCING ACTIVITY			
Net proceeds from issue of additional shares		–	22.1
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS		4.3	(8.9)
CASH AND CASH EQUIVALENTS AT 1 JANUARY		(4.1)	4.8
CASH AND CASH EQUIVALENTS AT 31 DECEMBER	22	0.2	(4.1)