

# Consolidated Cash Flow Statement

For the period from 14th August, 2001 (date of incorporation) to 31st December, 2002

HK\$

## Operating activities

Loss before taxation	(39,815,622)
Adjustments for:	
Depreciation on property, plant and equipment	15,599
Net unrealised holding loss on investments in listed securities	35,616,574
Interest expenses	148,216
Interest income	(190,539)
Dividend income from investments in listed securities	(1,885,164)
Operating cash flows before movements in working capital	(6,110,936)
Acquisition of investments in listed securities	(179,220,724)
Increase in deposit and prepayment	(268,743)
Increase in other payables and accrued expenses	750,176
Net cash used in operations	(184,850,227)
Interest paid	(148,216)

**Net cash used in operating activities** (184,998,443)

## Investing activities

Interest received	190,539
Dividend received from investments in listed securities	1,371,096
Purchase of property, plant and equipment	(93,230)

**Net cash from investing activities** 1,468,405

## Financing activities

Share capital issued	190,600,000
Share issue expenses	(7,268,010)
Increase in borrowings	226,535

**Net cash from financing activities** 183,558,525

**Net increase in cash and cash equivalents and at end of the period** 28,487

## Analysis of the balances of cash and cash equivalents

Cash and bank balances	28,487
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