

CASH FLOW STATEMENT

Period from 14 May 2002 (date of incorporation) to 31 December 2002

	Notes	HK\$
CASH FLOWS FROM OPERATING ACTIVITIES		
Loss from operating activities before tax		(4,545,620)
Adjustments for:		
Unrealised holding loss on trading securities		2,959,226
Interest income	5	(214,775)
Operating loss before working capital changes		(1,801,169)
Increase in other receivables		(3,587)
Increase in other payables and accruals		856,700
Increase in amounts payable to brokers		3,993,953
Increase in investment securities		(15,500,160)
Increase in a deposit for the acquisition of investment securities		(18,526,500)
Increase in trading securities		(27,121,296)
Cash used in operations		(58,102,059)
Bank interest received		214,775
Net cash outflow from operating activities		(57,887,284)
CASH FLOWS FROM FINANCING ACTIVITIES		
Issue of shares	12,14	102,000,000
Share issue expenses	14	(6,181,251)
Net cash inflow from financing activities		95,818,749
NET INCREASE IN CASH AND CASH EQUIVALENTS		37,931,465
Cash and cash equivalents at beginning of period		—
CASH AND CASH EQUIVALENTS AT END OF PERIOD		37,931,465
ANALYSIS OF BALANCES OF CASH AND CASH EQUIVALENTS		
Cash and bank balances		10,653,424
Time deposits with original maturity of less than three months		27,278,041
		37,931,465