

CASH FLOW STATEMENT

For the period from 7 February 2002
(Date of incorporation) to 31 December 2002

	HK\$
Cash flows from operating activities	
Loss before tax	(409,130)
Adjustments for:	
Increase in deposits paid for investment	(6,677,377)
Increase in accrued charges and provisions	<u>52,500</u>
Net cash used in operating activities	<u>(7,034,007)</u>
Cash flows from investing activities	
Increase of investments in securities	<u>(18,000,000)</u>
Net cash used in investing activities	<u>(18,000,000)</u>
Cash flows from financing activities	
Net proceeds from new issue of shares	50,000,000
Issuing expenses of new shares	<u>(3,512,545)</u>
Net cash flow generated from financing activities	<u>46,487,455</u>
Net increase in cash and cash equivalents and cash and cash equivalents at 31 December	<u>21,453,448</u>
Analysis of balances of cash and cash equivalents	
Cash and bank balances	<u>21,453,448</u>