

# CASH FLOW STATEMENT

For the Period from 26th July 2002 (Date of Incorporation) to 31st March 2003

	HKD
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>	
Loss before taxation	(319,784)
Adjustments for:	
Interest income	(27,243)
Depreciation	3,460
Operating loss before working capital changes	(343,567)
Increase in prepayments and other receivables	(30,615)
Increase in accrued charges	117,749
Net cash used in operating activities	(256,433)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>	
Purchases of plant and equipment	(75,220)
Interest received	27,243
Net cash used in investing activities	(47,977)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>	
Proceeds from issue of shares	50,000,000
Share issue expenses	(3,406,892)
Net cash from financing activities	46,593,108
<b>NET INCREASE IN CASH AND CASH EQUIVALENTS</b>	
<b>AND CASH AND CASH EQUIVALENTS AT 31ST MARCH 2003</b>	46,288,698
<b>ANALYSIS OF THE BALANCES OF CASH AND CASH EQUIVALENTS</b>	
Bank balances	46,288,698

The notes on pages 21 to 31 form an integral part of these financial statements.