

CASH FLOW STATEMENT For the year ended 31 December 2003

	Year ended 31 December 2003 HK\$	Period from 7 February 2002 (date of incorporation) to 31 December 2002 HK\$
Cash flows from operating activities		
Loss before taxation	(398,369)	(409,130)
Increase in interest receivables	(643,803)	–
Decrease/(increase) in prepayment	51,692	(278,152)
Increase in amounts due from substantial shareholders	(60,805)	–
Increase in other payable and accruals	117,110	52,500
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Net cash used in operating activities	(934,175)	(634,782)
Cash flows from investing activities		
Increase of investments in securities	(17,428,045)	(18,000,000)
Decrease/(increase) in deposits for investment	6,399,225	(6,399,225)
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Net cash used in investing activities	(11,028,820)	(24,399,225)
Cash flows from financing activities		
Proceeds from new issue of shares	–	50,000,000
Repurchase of issued shares	(49,840)	–
Issuing expenses of new shares	(18,070)	(3,512,545)
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Net cash (used in)/ from financing activities	(67,910)	46,487,455
Net (decrease)/increase in cash and cash equivalents	(12,030,905)	21,453,448
Cash and cash equivalents at beginning of year/period	21,453,448	–
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Cash and cash equivalents at end of year/period	9,422,543	21,453,448
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Analysis of balances of cash and cash equivalents		
Cash and bank balances	9,422,543	21,453,448
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