

CONSOLIDATED CASH FLOW STATEMENT

Year ended 31 December 2003

		Year ended 31 December 2003 HK\$'000	Period from 14 May 2002 (date of incorporation) to 31 December 2002 HK\$'000
	Notes		
CASH FLOWS FROM OPERATING ACTIVITIES			
Loss from operating activities and before tax		(13,033)	(4,546)
Adjustments for:			
Unrealised holding losses on trading securities		8,677	2,959
Provision for impairment of trading securities		1,209	–
Bank interest income	4	(222)	(215)
Dividend income from trading securities	4	(194)	–
Dividend income from investment securities	4	(1,770)	–
Operating loss before working capital changes		(5,333)	(1,802)
Increase in deposits and other receivables		(13)	(4)
Increase in an amount receivable from a broker		(2,084)	–
Increase in other payables and accruals		1,116	857
Increase/(decrease) in amounts payable to brokers		(3,994)	3,994
Increase in investment securities	12	–	(15,500)
Increase in a deposit for the acquisition of investment securities	13	–	(18,527)
Increase in trading securities		(308)	(27,121)
Cash used in operations		(10,616)	(58,103)
Bank interest received		222	215
Dividends received from trading securities		194	–
Net cash outflow from operating activities		(10,200)	(57,888)
CASH FLOWS FROM FINANCING ACTIVITIES			
Issue of shares	15, 17	–	102,000
Share issue expenses	17	–	(6,181)
Net cash inflow from financing activities		–	95,819
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS		(10,200)	37,931
Cash and cash equivalents at beginning of year/period		37,931	–
CASH AND CASH EQUIVALENTS AT END OF YEAR/PERIOD		27,731	37,931
ANALYSIS OF BALANCE OF CASH AND CASH EQUIVALENTS			
Cash and bank balances		5,311	10,653
Time deposits with original maturity of less than three months		22,420	27,278
		27,731	37,931