

# Consolidated Cash Flow Statement

For the year ended 31 March 2004

	Year ended 31.3.2004 HK\$	Period from 26.4.2002 to 31.3.2003 HK\$
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
(Loss)/profit before taxation	(738,606)	2,107,288
Adjustments for:		
Interest income	(11,439)	(79,232)
Bank overdraft interest	2	23
Dividend income	(6,160)	(10,400)
Net unrealised gain on trading securities	(2,609,326)	(3,579,940)
Realised loss on sale of non-trading securities	189,576	–
Realised gain on sale of trading securities	(144,782)	(7,800)
Operating loss before working capital changes	(3,320,735)	(1,570,061)
Increase in prepayments	(37,500)	(108,750)
Increase in other payables	460,873	657,413
Cash used in operations	(2,897,362)	(1,021,398)
Interest paid	(2)	(23)
Net cash used in operating activities	(2,897,364)	(1,021,421)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Dividend received	6,160	10,400
Interest received	11,439	79,232
Purchases of non-trading securities	–	(5,333,490)
Purchases of trading securities	(5,386,472)	(20,120,960)
Proceeds from sale of non-trading securities	3,937,462	–
Proceeds from sale of trading securities	1,777,062	2,288,600
Net cash from/(used in) investing activities	345,651	(23,076,218)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Proceeds from issue of shares	–	40,100,000
Share issue expenses	–	(3,739,086)
Interim dividend paid	–	(4,010,000)
Net cash from financing activities	–	32,350,914
<b>NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS</b>	<b>(2,551,713)</b>	<b>8,253,275</b>
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR/PERIOD</b>	<b>8,253,275</b>	<b>–</b>
<b>CASH AND CASH EQUIVALENTS AT END OF YEAR/PERIOD</b>	<b>5,701,562</b>	<b>8,253,275</b>
<b>ANALYSIS OF THE BALANCES OF CASH AND CASH EQUIVALENTS</b>		
Bank and cash balances	5,701,562	8,253,275

The notes on pages 21 to 39 form an integral part of these financial statements.