

CASH FLOW STATEMENT (For the six months ended 30 June 2004)

| | Six months ended 30 June | |
|--|--------------------------|------------------|
| | 2004 | 2003 |
| | (unaudited) | (unaudited) |
| | US\$ | US\$ |
| CASH FLOWS FROM OPERATING ACTIVITIES | | |
| Operating loss before working capital changes | (233,312) | (209,635) |
| Receipts from repayment of debt securities | — | 525,709 |
| Decrease in prepayments and other receivables | 10,541 | 9,784 |
| Increase in creditors and accrued charges | 31,562 | 33,840 |
| Increase in deposits received on disposal of non-trading securities .. | — | 819,618 |
| Increase/(Decrease) in provision for winding-up costs | 1,031 | (17,161) |
| Net cash inflow/(outflow) from operating activities | (190,178) | 1,162,155 |
| NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS | | |
| | (190,178) | 1,162,155 |
| Cash and cash equivalents as at 1 January | 441,191 | 1,968,894 |
| Cash and cash equivalents as at 30 June | 251,013 | 3,131,049 |
| ANALYSIS OF BALANCES OF CASH AND CASH EQUIVALENTS | | |
| Short term cash deposit | — | 2,900,000 |
| Cash at banks | 251,013 | 231,049 |
| | 251,013 | 3,131,049 |