

# Consolidated Cash Flow Statement

For the year ended 30th June 2004

	<b>2004</b> <i>HK\$'000</i>	2003 <i>HK\$'000</i>
Cash flow from operating activities		
Profit before taxation	<b>28,853</b>	12,495
Adjustments for:		
Dividend income	<b>(2,978)</b>	(900)
Interest income	<b>(2,598)</b>	(1,336)
Interest expenses	<b>325</b>	398
Amortisation of intangible assets	<b>60</b>	10
Provision for bad and doubtful debts	<b>516</b>	544
Depreciation of owned fixed assets	<b>1,719</b>	1,543
Gain on disposal of non-trading investments	<b>(145)</b>	–
Loss on disposal of fixed assets	<b>1</b>	691
Operating profit before working capital changes	<b>25,753</b>	13,445
Increase in intangible assets	–	(600)
Decrease/(increase) in other assets	<b>100</b>	(250)
Increase in loans and advances	<b>(19,686)</b>	(23)
(Increase)/decrease in accounts receivable	<b>(19,733)</b>	22,290
(Increase)/decrease in deposits, prepayments and other receivables	<b>(1,381)</b>	13,124
Decrease in accounts payable	<b>(7,190)</b>	(31,161)
Increase/(decrease) in other payables and accrued charges	<b>4,592</b>	(9,412)
Net cash (used in)/generated from operations	<b>(17,545)</b>	7,413
Hong Kong profits tax paid	–	(8)
Interests received	<b>2,348</b>	1,336
Interests paid	<b>(325)</b>	(398)
Net cash (used in)/generated from operating activities	<b>(15,522)</b>	8,343
Investing activities		
Purchase of fixed assets	<b>(2,215)</b>	(609)
Proceeds from disposal of non-trading investments	<b>9,495</b>	–
Dividends received	<b>2,978</b>	900
Proceeds from disposal of fixed assets	–	1
Acquisitions of non-trading investments	–	(9,350)
Net cash generated from/(used in) investing activities	<b>10,258</b>	(9,058)

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For the year ended 30th June 2004

	<b>2004</b> <i>HK\$'000</i>	2003 <i>HK\$'000</i>
Financing activities		
Dividends paid	<b>(4,000)</b>	(11,000)
Decrease in pledged deposits to banks	<b>974</b>	2,521
Capital contribution to a subsidiary by a minority shareholder	<b>50</b>	–
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Net cash used in financing activities	<b>(2,976)</b>	(8,479)
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Decrease in cash and cash equivalents	<b>(8,240)</b>	(9,194)
Cash and cash equivalents at 1st July	<b>58,503</b>	67,697
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Cash and cash equivalents at 30 June	<b>50,263</b>	58,503
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Analysis of balances of cash and cash equivalents		
Cash and bank balances	<b>50,263</b>	58,503
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Reconciliation with the consolidated balance sheet		
Cash and bank balances shown in the consolidated balance sheet	<b>53,586</b>	62,800
Less: pledged deposits to banks	<b>(3,323)</b>	(4,297)
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Cash and cash equivalents in the cash flow statement	<b>50,263</b>	58,503
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