

▶ consolidated
cash flow statement
for the year ended 31 december 2004

	The Group	
	2004	2003
	HK\$'000	HK\$'000
Cash flows from operating activities		
Profit from ordinary activities before taxation	27,354	33,605
Adjustments for:		
Interest income	(6,018)	(7,643)
Dividend income	(3,919)	(16,362)
Depreciation charges	1,630	2,662
Loss/(profit) on sale of fixed assets	9	(66)
Amortisation of intangible assets	70	62
Allowance for doubtful receivables	1,601	2,218
Net unrealised gain on stating securities at fair value	(20,250)	(14,554)
Unrealised exchange (gain)/loss (net)	(3,772)	1,583
	(30,649)	(32,100)
Operating (loss)/gain before changes in working capital	(3,295)	1,505
Changes in working capital		
Trade receivables	(4,109)	(7,041)
Other receivables, deposits and prepayments	3,509	2,981
Trade payables	1,185	(3,885)
Other payables	1,116	(1,813)
Affiliated companies (net)	(554)	8,185
	1,147	(1,573)
Net cash used in operations	(2,148)	(68)
Interest received	5,871	7,520
Dividend received	14,760	1,602
Dividends paid to shareholders	(11,494)	(7,663)
Tax paid - overseas tax	(8)	(15)
Net cash generated from operating activities carried forward	6,981	1,376

The notes on pages 34 to 52 form part of these financial statements.

consolidated cash flow statement

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	The Group	
	2004	2003
	HK\$'000	HK\$'000
Net cash generated from operating activities brought forward	6,981	1,376
Cash flows from investing activities		
Payment for purchase of fixed assets	(85)	(1,887)
Payment for purchase of other financial assets	(707)	(53)
Proceeds from sale of fixed assets	358	1,526
Payment for purchase of investment securities	(38,666)	(24,768)
Net cash used in investing activities	(39,100)	(25,182)
Net decrease in cash and cash equivalents	(32,119)	(23,806)
Cash and cash equivalents at beginning of the year	527,166	553,372
Effect of foreign exchange rates changes	4,101	(2,400)
Cash and cash equivalents at end of the year	499,148	527,166
Analysis of Cash and Cash Equivalents		
Deposits with banks and other financial institutions	470,509	497,056
Cash at banks and in hand	28,639	30,110
	499,148	527,166

The notes on pages 34 to 52 form part of these financial statements.