

CASH FLOW STATEMENT

For the year ended 31 December 2004

	2004 HK\$	2003 HK\$
OPERATING ACTIVITIES		
Loss before taxation	(606,511)	(44,137,775)
Adjustments for:		
Net realised gains on disposals of investments in securities	(1,268,252)	(433,589)
Net unrealised (gains) losses on investments in securities	(625,461)	39,532,758
Bank interest income	(18,769)	(12,953)
Finance costs	-	14,629
	(2,518,993)	(5,036,930)
Operating cash flows before movements in working capital	(2,518,993)	(5,036,930)
(Increase) decrease in investments in securities	(1,941,236)	29,847,728
(Increase) decrease in debtors, prepayments and deposits	(6,789,359)	227,517
Increase (decrease) in creditors and accrued charges	11,000	(311,821)
	(11,238,588)	24,726,494
NET CASH (USED IN) FROM OPERATING ACTIVITIES	(11,238,588)	24,726,494
CASH FROM INVESTING ACTIVITIES		
Interest received	18,769	12,953
CASH USED IN FINANCING ACTIVITIES		
Interest paid	-	(14,629)
NET (DECREASE) INCREASE IN CASH AND CASH EQUIVALENTS	(11,219,819)	24,724,818
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE YEAR	26,215,944	1,491,126
CASH AND CASH EQUIVALENTS AT END OF THE YEAR	14,996,125	26,215,944
ANALYSIS OF THE BALANCE OF CASH AND CASH EQUIVALENTS		
Bank balances and cash	14,996,125	26,215,944