

Consolidated Cash Flow Statement

For the year ended 31 December 2004

| | <i>Notes</i> | 2004 <i>HK\$</i> | 2003 <i>HK\$</i> |
|---|--------------|----------------------------|---------------------|
| OPERATING ACTIVITIES | | | |
| Cash generated from operations | 29 | 19,332,865 | 39,334,737 |
| Interest received | | 2,775,822 | 4,179,658 |
| Interest paid | | (3,114,893) | (2,573,692) |
| Income taxes paid | | (3,577,799) | (1,976,038) |
| Net cash generated from operating activities | | 15,415,995 | 38,964,665 |
| INVESTING ACTIVITIES | | | |
| Dividend received from investments in securities | | 393,647 | 289,222 |
| Purchase of investments in securities | | (16,876,967) | (3,450,842) |
| Purchase of property, plant and equipment | | (252,991) | (235,603) |
| Proceeds from disposal of investment properties | | 23,300,691 | – |
| Proceeds from disposal of investments in securities | | 11,999,994 | 10,501,785 |
| Net cash generated from investing activities | | 18,564,374 | 7,104,562 |
| FINANCING ACTIVITIES | | | |
| New short-term bank loans | | 2,179,513 | – |
| Dividends paid | | (31,161,750) | (14,283,440) |
| Net cash used in financing activities | | (28,982,237) | (14,283,440) |
| Net increase in cash and cash equivalents | | 4,998,132 | 31,785,787 |
| Cash and cash equivalents at beginning of year | | 116,434,943 | 83,475,165 |
| Effect of foreign exchange rate changes | | 128,946 | 1,173,991 |
| Cash and cash equivalents at end of year | 19 | 121,562,021 | 116,434,943 |