

Consolidated Cash Flow Statement

For the year ended 31 December 2004

	Note	Year ended 31 December 2004 HK\$'000	Period 1 April 2003 to 31 December 2003 HK\$'000
Operating activities			
(Loss)/profit before taxation		(7,181)	7,470
Adjustments for:			
Share of profits of an associated company		(1,230)	(1,452)
Interest income		(1,408)	(1,731)
Bad and doubtful debts		655	150
Depreciation of fixed assets		236	87
Profit on disposal of a subsidiary	5	(1,470)	–
Loss on disposal of interest in associates		–	149
Gain on disposal of investment securities		–	(11,883)
Operating loss before working capital changes		(10,398)	(7,210)
Decrease/(Increase) in trade and other receivables		32,023	(733)
Increase/(Decrease) in other payables		221	(938)
Decrease/(Increase) in trading securities		5,985	(122)
(Decrease)/Increase in amount due to a fellow subsidiary		(45)	45
Increase in amount due to the former ultimate holding company by a former subsidiary	5	2,145	–
Net cash inflow/(outflow) generated from operations		29,931	(8,958)
Hong Kong profits tax refund, net		550	–
Net cash inflow/(outflow) from operating activities		30,481	(8,958)
Investing activities			
Purchase of fixed assets		(558)	(111)
Sales of a subsidiary, net of cash disposed	5	20	–
Interest received		1,408	855
Receipts from disposal of interest in associated company		–	1,250
Dividends received from an associated company		975	–
Receipts from/(payments to) reverse repo transactions	16	77,653	(77,653)
Investment in and advances to an associated company		(4,135)	–
Proceeds for disposal of investment in an associated company and assignment of advances to such associated company		4,135	–
Net cash inflow/(outflow) from investing activities		79,498	(75,659)
Financing activities			
Dividends paid		–	(1,440)
Increase/(Decrease) in cash and cash equivalents		109,979	(86,057)
Cash and cash equivalents at 1 January		76,693	162,750
Cash and cash equivalents at 31 December		186,672	76,693
Analysis of balances of cash and cash equivalents			
Cash at banks and in hand		10,538	36,876
Short term deposits placed with banks		176,134	39,817
		186,672	76,693