

Consolidated Cash Flow Statement

For the Year Ended 31 December 2004

	2004 HK\$'000	2003 HK\$'000
OPERATING ACTIVITIES		
Profit before taxation	78,078	26,599
Adjustments for:		
Finance costs	2,115	2,907
Share of results of a jointly controlled entity and an associate	77,232	(1,466)
Amortisation of goodwill arising on acquisition of a jointly controlled entity	937	1,873
Gain on deemed disposal of an associate	(115)	(28,273)
Gain on distribution of an associate	(189,210)	-
Impairment loss on goodwill of interest in a jointly controlled entity	22,471	-
Dividend income from investments in securities	(50)	(54)
Depreciation	196	142
Interest income	(320)	(202)
Unrealised holding gain on investments in securities	(75)	(190)
Loss on disposal of property, plant and equipment	1	-
Loss on disposal of investment properties	1,427	-
Revaluation deficit of investment properties	2,800	-
Operating cash flows before movements in working capital	(4,513)	1,336
(Increase) decrease in prepayments, deposits and other receivables	(17,345)	31
Increase in films in progress	(2,482)	-
Increase in creditors and accruals	2,252	1,313
Decrease in rental and management fee deposits received	(1,830)	(176)
Cash (used in) generated from operations	(23,918)	2,504
Hong Kong Profits Tax paid	(206)	(1,749)
Tax refunded	7	257
Interest paid	(1,700)	(2,833)
Bank facility arrangement fee	(251)	(250)
NET CASH USED IN OPERATING ACTIVITIES	(26,068)	(2,071)
INVESTING ACTIVITIES		
Proceeds from disposal of investment properties	139,373	-
Capital contribution from minority shareholders	1,498	-
Dividend received from a jointly controlled entity	1,269	3,290
Interest received	320	202
Dividends received from investments in securities	50	54
Purchases of property, plant and equipment	(940)	(68)
Increase in pledged bank deposits	(65,500)	-
Purchase of investments in securities	(22,050)	-
Loan to Global Digital Creations Holdings Limited	(10,843)	-
Payment for acquisition of an associate	(2,861)	-
NET CASH FROM INVESTING ACTIVITIES	40,316	3,478
FINANCING ACTIVITIES		
Proceeds from issue of shares	60,287	14,400
Repayment of bank borrowings	(5,600)	(70,600)
Expense incurred for the distribution of shares in an associate	(929)	-
New bank loan raised	-	100,000
NET CASH FROM FINANCING ACTIVITIES	53,758	43,800
NET INCREASE IN CASH AND CASH EQUIVALENTS	68,006	45,207
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR	51,677	6,470
CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR	119,683	51,677
ANALYSIS OF THE BALANCES OF CASH AND CASH EQUIVALENTS		
Bank balances and cash	78,068	955
Time deposits	41,615	50,722
	119,683	51,677