

Consolidated Cash Flow Statement

For the period from 1 April 2004 to 31 December 2004

	1.4.2004 to 31.12.2004 HK\$'000	1.4.2003 to 31.3.2004 HK\$'000
Cash flows from operating activities		
Profit before taxation	94,021	30,822
Adjustments for:		
Interest income	(22)	(39)
Interest expenses	1,787	4,557
Gain on disposal of subsidiaries	(162,989)	–
Share of results of associates	261	(9,214)
Realisation of negative goodwill in respect of acquisition of an associate	–	(13,488)
Loss on disposal of property, plant and equipment	2,366	652
Depreciation of property, plant and equipment	4,541	5,626
Revaluation deficit (surplus) recognised in respect of investment properties	6,262	(6,228)
Impairment loss recognised in respect of property, plant and equipment	9,473	–
Allowance of amount due from an associate	–	166
Operating cash flows before working capital changes	(44,300)	12,854
Decrease (increase) in inventories	2,697	(4,251)
Increase in properties under development	(6,663)	–
(Increase) decrease in trade and other receivables	(3,453)	26
Decrease (increase) in bills receivables	8,992	(9,201)
Increase in amount due from a minority interest	–	(394)
Increase (decrease) in trade and other payables	334	(12,040)
Increase in provision for a legal claim	32,792	–
(Decrease) increase in amount due to a minority interest	(3,799)	3,799
Cash used in operations	(13,400)	(9,207)
Hong Kong Profits Tax paid	–	(430)
PRC Enterprise Income Tax paid	(765)	(2,416)
Net cash used in operating activities	(14,165)	(12,053)



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	NOTE	1.4.2004 to 31.12.2004 HK\$'000	1.4.2003 to 31.3.2004 HK\$'000
Cash flows from investing activities			
Purchase and disposal of subsidiaries (net of cash and cash equivalents acquired for/disposed of)	30	71,830	–
Proceeds from disposals of investment properties		–	63,000
Proceeds from disposals of property, plant and equipment		35	524
Purchases of property, plant and equipment		(20,289)	(6,710)
Repayment of amount due from associates		22,388	14,271
Interest received		265	39
Acquisition of an associate		–	(16,866)
Dividends received from an associate		–	20,874
Dividends paid to a minority interest		–	(928)
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Net cash from investing activities		74,229	74,204
Cash flows from financing activities			
Bank loan raised		28,290	–
Repayment of amount due from related companies		3,980	–
Repayment of bank loans		(1,178)	(42,929)
Repayment of other loans		(28,529)	(18,500)
Interest paid		(5,300)	(1,748)
Repayment of trust receipt loans		–	(568)
Proceeds from issue of new shares upon exercise of options (net of expenses)		–	403
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Net cash used in financing activities		(2,737)	(63,342)
Net increase (decrease) in cash and cash equivalents		57,327	(1,191)
Cash and cash equivalent at beginning of period/year		28,755	29,946
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Cash and cash equivalents at end of period/year, representing bank balances and cash		86,082	28,755
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