

For the nine months ended 31st December, 2004

	Notes	1.4.2004 to 31.12.2004 HK\$'000	1.4.2003 to 31.3.2004 HK\$'000
OPERATING ACTIVITIES			
Loss from operations		(32,934)	(3,108)
Adjustments for:			
Interest income		(824)	(1,279)
Dividend income from listed securities		(283)	(181)
Depreciation of property, plant and equipment		300	422
Loss on disposal of property, plant and equipment		–	42
Surplus arising on revaluation of investment property		(180)	(90)
Equity- settled consultancy services		16,713	–
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Operating cash flows before movements in working capital		(17,208)	(4,194)
Decrease (increase) in debtors, deposits and prepayments		498	(168)
Decrease in investments in securities		–	14,189
(Decrease) increase in creditors, accrued charges and other payables		(2,641)	2,670
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Cash generated (used in) from operations		(19,351)	12,497
Tax paid		–	(202)
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NET CASH (USED IN) FROM OPERATING ACTIVITIES		(19,351)	12,295
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INVESTING ACTIVITIES			
Repayment of short term receivables		11,585	56,576
Interest received		824	1,279
Dividend income from listed securities		283	181
Increase in short term receivables		(15,113)	(26,135)
Purchase of an associate		(998)	–
Purchase of property, plant and equipment		(26)	(153)
Purchase of a subsidiary	25	–	(40,500)
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NET CASH USED IN INVESTING ACTIVITIES		(3,445)	(8,752)
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CONSOLIDATED CASH FLOW STATEMENT

CONSOLIDATED CASH FLOW STATEMENT

For the nine months ended 31st December, 2004

	1.4.2004 to 31.12.2004 HK\$'000	1.4.2003 to 31.3.2004 HK\$'000
FINANCING ACTIVITIES		
Proceeds from issue of convertible bonds	19,500	–
Interest paid	–	(42)
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NET CASH FROM (USED IN) FINANCING ACTIVITIES	19,500	(42)
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NET (DECREASE) INCREASE IN CASH AND CASH EQUIVALENT	(3,296)	3,501
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	22,047	18,564
EFFECT OF FOREIGN EXCHANGE RATE CHANGES	3	(18)
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CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD/YEAR, represented by Bank balances and cash	18,754	22,047
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