

## Consolidated Cash Flow Statement For the year ended 31st March, 2005

	2005 <i>HK\$'000</i>	2004 <i>HK\$'000</i>
<b>OPERATING ACTIVITIES</b>		
(Loss) profit before taxation	<b>(36,567)</b>	1,820
Adjustments for:		
Depreciation of property, plant and equipment	<b>2,960</b>	2,821
Unrealised holding loss on investments in securities	<b>9,951</b>	1,757
Realised loss (gain) on disposal of investments in securities	<b>594</b>	(842)
Gain on disposal of property, plant and equipment	–	(50)
Provision for properties for sale	<b>16,000</b>	–
Impairment loss on properties for development	<b>20,578</b>	–
Negative goodwill released to income	<b>(6,601)</b>	–
Inventories written off	–	191
Interest income	<b>(15,728)</b>	(12,510)
Operating cash flows before movements in working capital	<b>(8,813)</b>	(6,813)
Decrease (increase) in trade and other receivables, deposits and prepayments	<b>520</b>	(285)
Decrease in instalments receivable	–	452
Decrease in trade and other payables and accrued charges and deposits received	<b>(441)</b>	(1,347)
Decrease in provisions	<b>(1,314)</b>	(1,297)
Decrease in amount due to a related company	<b>(610)</b>	(14,418)
<b>NET CASH USED IN OPERATING ACTIVITIES</b>	<b>(10,658)</b>	(23,708)
<b>INVESTING ACTIVITIES</b>		
Interest received	<b>14,748</b>	11,712
Decrease in bank deposits not maturing within three months when placed	<b>694</b>	1,534
Purchase of property, plant and equipment	–	(978)
Proceeds from disposal of property, plant and equipment	–	50
Purchase of investments in securities	<b>(67,607)</b>	(166,382)
Proceeds from disposal of investments in securities	<b>18,578</b>	136,747
Proceeds from redemption of money market funds	<b>46,671</b>	41,214
<b>NET CASH FROM INVESTING ACTIVITIES</b>	<b>13,084</b>	23,897
<b>NET INCREASE IN CASH AND CASH EQUIVALENTS</b>	<b>2,426</b>	189
<b>CASH AND CASH EQUIVALENT AT BEGINNING OF THE YEAR</b>	<b>13,847</b>	13,556
<b>EFFECT OF FOREIGN EXCHANGE RATE CHANGES</b>	<b>92</b>	102
<b>CASH AND CASH EQUIVALENTS AT END OF THE YEAR</b>	<b>16,365</b>	13,847
<b>ANALYSIS OF CASH AND CASH EQUIVALENTS</b>		
Bank balances and cash	<b>16,365</b>	14,392
Bank overdrafts	–	(545)
	<b>16,365</b>	13,847