

Consolidated Cash Flow Statement

For the year ended 31 March 2005

	2005 HK\$'000	2004 HK\$'000
OPERATING ACTIVITIES		
Loss before taxation	(9,289)	(60,475)
Adjustments for:		
Interest income	(2,122)	–
Interest expenses	534	1,663
Dividend income	(948)	(486)
Amortisation of issue costs of convertible notes	300	11
Depreciation	122	128
Realised (gain) loss on trading securities	(10,821)	18,907
Unrealised loss (gain) on trading securities	6,360	(2,647)
Revaluation decrease arising from revaluation of investment properties	600	5,689
Impairment loss recognised in respect of investments in securities	14,100	25,800
(Gain) loss on disposal of subsidiaries	(7,547)	5,829
Share of results of an associate	(2,479)	–
Amortisation of goodwill on acquisition of an associate	115	–
Loss on legal proceedings	–	1,156
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Operating cash flows before movements in working capital	(11,075)	(4,425)
Decrease in other receivables, deposits and prepayments	12,644	49
Decrease in other payables and accrued charges	(601)	(495)
Increase (decrease) in amounts due to directors	67	(437)
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Net cash from (used in) operations	1,035	(5,308)
Interest received	2,122	–
Dividend received	948	486
Other taxation paid	(26)	(31)
Amounts paid on legal proceedings	–	(1,156)
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NET CASH FROM (USED IN) OPERATING ACTIVITIES	4,079	(6,009)

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For the year ended 31 March 2005

	Notes	2005 HK\$'000	2004 HK\$'000
INVESTING ACTIVITIES			
Purchase of property, plant and equipment		(8)	(7)
Deposits paid on acquisition of convertible notes		–	(20,000)
Purchase of investments in securities		(124,984)	(47,067)
Proceed from disposal of securities		65,167	–
Acquisition of subsidiaries (net of cash and cash equivalents acquired)	22	(60,000)	(26,985)
Disposal of subsidiaries (net of cash and cash equivalents disposed of)	7	–	41,924
NET CASH USED IN INVESTING ACTIVITIES		(119,825)	(52,135)
FINANCING ACTIVITIES			
Interest paid		(408)	(1,547)
New other borrowings raised		–	21,000
Repayment of other borrowings		–	(21,000)
Net proceeds on issue of convertible notes		107,601	22,000
Net proceeds from issue of shares		216,489	43,357
NET CASH FROM FINANCING ACTIVITIES		323,682	63,810
NET INCREASE IN CASH AND CASH EQUIVALENTS		207,936	5,666
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR		6,493	827
CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR, REPRESENTING BANK BALANCES AND CASH		214,429	6,493