

CONSOLIDATED CASH FLOW STATEMENT

	2005 <i>HK\$'000</i>	2004 <i>HK\$'000</i>
OPERATING ACTIVITIES		
Profit (loss) before taxation	18,823	(17,054)
Adjustments for:		
Investment income	–	(833)
Interest on bank overdrafts	–	78
Depreciation	186	638
Impairment loss recognised in respect of investment securities	–	11,000
Impairment loss recognised in respect of intangible asset	–	11,321
Allowance for other receivables	–	415
Allowance for amount due from an associate	–	2
Deficit arising on valuation of investment properties	–	100
(Gain) loss on disposal of property, plant and equipment	(12)	69
Unrealised loss (gain) on other investments	63	(43)
Gain on disposal of subsidiaries	(50)	(95)
Share of results of an associate	(494)	–
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Operating cash flows before movements in working capital	18,516	5,598
(Increase) decrease in trade and other receivables	(26,491)	61,291
Increase in loans receivable	(80,336)	(122,416)
Decrease in investments in securities	–	2,290
(Decrease) increase in other payables	(769)	1,516
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Cash used in operations	(89,080)	(51,721)
Interest paid on bank overdrafts	–	(78)
Interest received	–	833
Hong Kong Profits Tax paid	(958)	–
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NET CASH USED IN OPERATING ACTIVITIES	(90,038)	(50,966)

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	<i>Note</i>	2005 HK\$'000	2004 <i>HK\$'000</i>
INVESTING ACTIVITIES			
Settlement of proceeds from disposal of subsidiaries in prior year		43,000	–
Refund (place) of deposit made on acquisition of a subsidiary		2,342	(2,342)
Proceeds from disposal of property, plant and equipment		111	23
Proceeds from disposal of subsidiaries (net of cash and cash equivalents disposed of)	26	50	(32,222)
Amount advanced to an associate		(3,120)	(2)
Purchase of property, plant and equipment		(479)	(131)
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NET CASH FROM (USED IN) INVESTING ACTIVITIES		41,904	(34,674)
FINANCING ACTIVITIES			
Issue of shares, net of expenses		23,718	18,989
Repayment of other borrowings		–	(1,101)
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NET CASH FROM FINANCING ACTIVITIES		23,718	17,888
NET DECREASE IN CASH AND CASH EQUIVALENTS		(24,416)	(67,752)
CASH AND CASH EQUIVALENTS AT 1ST APRIL		28,160	95,912
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CASH AND CASH EQUIVALENTS AT 31ST MARCH		3,744	28,160
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Represented by:			
Bank balances and cash		3,744	28,218
Bank overdrafts		–	(58)
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		3,744	28,160
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