

CONSOLIDATED CASH FLOW STATEMENT

For the year ended March 31, 2005

	<i>Note</i>	2005 HK\$'000	2004 <i>HK\$'000</i>
OPERATING ACTIVITIES			
Profit (loss) before taxation		40,520	(102,054)
Adjustments for:			
Depreciation		90	120
Interest expenses		4,000	10,180
Interest income		(1)	(34)
Dividend income		–	(10)
Gain on disposal of investments in securities		–	(293)
Loss on disposal of subsidiaries		–	400
Loss on disposal of tangible fixed assets other than properties		57	246
Surplus arising from revaluation of investment properties		(5,000)	(9,700)
Reversal of estimated loss on properties held for sale		(2,000)	(37,771)
Bank borrowings and related accrued interest waived		(36,089)	(9,608)
Impairment loss recognised for investments in securities		–	140,400
Allowance for doubtful debts		228	514
		<hr/>	<hr/>
Operating cash flows before movements in working capital		1,805	(7,610)
Decrease in investment properties		–	89,000
Decrease in properties held for sale		–	771
(Increase) decrease in trade and other receivables		(2,227)	989
Increase (decrease) in trade and other payables		857	(4,177)
Increase (decrease) in deposits received		255	(2,052)
		<hr/>	<hr/>
Cash generated from operations		690	76,921
Hong Kong Profits Tax refunded		–	49
		<hr/>	<hr/>
NET CASH GENERATED FROM OPERATING ACTIVITIES		690	76,970
		<hr/>	<hr/>
INVESTING ACTIVITIES			
Proceeds from disposal of tangible fixed assets		17	–
Proceeds from disposal of a subsidiary	29	–	231
Proceeds from disposal of investments in securities		–	763
Purchase of tangible fixed assets		(102)	(12)
Interest received		1	34
Dividend received		–	10
		<hr/>	<hr/>
NET CASH (USED IN) GENERATED FROM INVESTING ACTIVITIES		(84)	1,026
		<hr/>	<hr/>

CONSOLIDATED CASH FLOW STATEMENT

For the year ended March 31, 2005

	2005 <i>HK\$'000</i>	2004 <i>HK\$'000</i>
FINANCING ACTIVITIES		
Repayment to a director	(2,454)	(2,920)
New bank loans raised	53,000	50,000
Repayments of bank loans	(60,390)	(121,987)
Advance from a shareholder	9,205	–
Proceeds from issue of shares	867	2,059
Interest paid	(2,626)	(2,940)
	<u>(2,398)</u>	<u>(75,788)</u>
NET CASH USED IN FINANCING ACTIVITIES		
	<u>(2,398)</u>	<u>(75,788)</u>
NET (DECREASE) INCREASE IN CASH AND CASH EQUIVALENTS		
	(1,792)	2,208
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR		
	<u>4,200</u>	<u>1,992</u>
CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR		
	<u><u>2,408</u></u>	<u><u>4,200</u></u>
ANALYSIS OF THE BALANCES OF CASH AND CASH EQUIVALENTS		
Bank balances and cash	<u><u>2,408</u></u>	<u><u>4,200</u></u>