

CONSOLIDATED CASH FLOW STATEMENT

YEAR ENDED 30 APRIL 2005

	2005 HK\$'000	2004 HK\$'000
OPERATING ACTIVITIES		
Profit/(loss) from operating activities	19,329	(24,832)
Fair value changes on investment properties	(28,936)	(646)
Interest income	(65)	(1)
Depreciation	4,961	24
Dividend income	(8,670)	–
Loss on written off of fixed assets	3,187	–
Gain on assignment of loan from E-Rapid	(6,860)	–
Amortisation of goodwill	244	–
Goodwill written off	10,634	–
Provision for inventories	325	–
Amortisation of licence fee	–	550
Gain on disposal of fixed assets	(967)	–
Provision for trade receivables	1,898	2,935
Provision for other receivables	136	10,466
Written back of provision for other receivables	(11,166)	(6,005)
Reverse of impairment loss on investment in securities	(300)	(200)
Provision for amount due from an associate	–	6,681
Operating loss before working capital changes	(16,250)	(11,028)
Increase in amount due from an investee company	–	(30,467)
Increase in inventories	(390)	–
(Increase)/decrease in trade receivables	(1,123)	1,637
Decrease in prepayments, deposits and other receivables	9,326	52,273
Decrease in amount due to a fellow subsidiary	(7)	–
Decrease in amount due from a fellow subsidiary	120	–
Increase in rental and utility deposits	(741)	–
Increase in amounts due from related companies	(135)	–
Increase in coupon liabilities	5,068	–
Increase in deposit received	1,870	–
(Decrease)/increase in trade payables	(992)	830
(Decrease)/increase in accrued liabilities and other payables	(4,557)	1,251
Net cash (used in)/generated from operations	(7,811)	14,496

CONSOLIDATED CASH FLOW STATEMENT

YEAR ENDED 30 APRIL 2005

	Notes	2005 HK\$'000	2004 HK\$'000
CASH FLOWS FROM INVESTING ACTIVITIES			
Acquisitions of subsidiaries	32(a)	(55,128)	–
Disposals of subsidiaries	32(b)	–	4,549
Deposit on property under development		–	(1,899)
Purchase of investment in securities		–	(7,533)
Purchase of fixed assets		(790)	(11,399)
Dividend received		8,670	–
Interest received		65	1
Proceeds from disposal of fixed assets		5,090	–
Decrease in pledged bank deposits		500	–
NET CASH USED IN INVESTING ACTIVITIES		(41,593)	(16,281)
CASH FLOWS FROM FINANCING ACTIVITIES			
Interest paid		(2,786)	–
Payment for assignment of loan from Praise Value		(42,675)	–
Repayment to E-Rapid		(13,754)	–
Payment for assignment of loan from E-Rapid		(5,000)	–
Repayment of bank loan		(3,040)	–
Decrease in other loan receivable		100,000	–
New bank loan		50,000	–
Repayment of loan from a related party		(50,000)	–
Increase in amount due to a minority shareholder		19,262	–
NET CASH GENERATED FROM FINANCING ACTIVITIES		52,007	–
INCREASE IN CASH AND CASH EQUIVALENTS		2,603	(1,785)
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR		587	2,372
CASH AND CASH EQUIVALENTS AT END OF YEAR		3,190	587
ANALYSIS OF BALANCES OF CASH AND CASH EQUIVALENTS			
Cash and bank balances		3,190	587

Cash and bank balances of approximately HK\$57,000 (2004: Nil) were denominated in Renminbi. The conversion of these balances into foreign currencies is subject to the rules and regulations of foreign exchange control promulgated by the government of mainland China.

The notes on pages 21 to 56 form an integral part of these financial statements.