

CONDENSED CONSOLIDATED CASH FLOW STATEMENT

Six months ended 30 June

| | 2005 (unaudited) HK\$'000 | 2004 (unaudited) HK\$'000 |
|--|--|---------------------------------|
| Net cash used in operating activities | (24,241) | (13,982) |
| Net cash generated from investing activities | 883 | 128 |
| Net cash used before financing activities | (23,358) | (13,854) |
| Net cash generated from financing activities | 15,248 | 8,562 |
| Decrease in cash and cash equivalents | (8,110) | (5,292) |
| Cash and cash equivalents at 1 January | 32,325 | 8,830 |
| Effect of foreign exchange rate changes | 58 | 9 |
| Cash and cash equivalents at 30 June | 24,273 | 3,547 |
| ANALYSIS OF BALANCES OF CASH AND CASH EQUIVALENTS | | |
| Cash and cash equivalents | 45,182 | 25,527 |
| Pledged time deposits and guaranteed fund | (14,706) | (16,282) |
| Bank overdrafts | (6,203) | (5,698) |
| | 24,273 | 3,547 |