

Consolidated Cash Flow Statement

For the year ended 30 April 2005

	Note	2005 HK\$'000	2004 HK\$'000
OPERATING ACTIVITIES			
Operating loss for the year after finance costs		(45,891)	(34,690)
Adjustments for:			
Interest income		(2,078)	–
Finance costs		1,420	1,306
Net gain on deconsolidation of subsidiaries			
– Gain on deconsolidation of subsidiaries	26	–	(4,782)
– Impairment loss on subsidiaries not consolidated		–	724
Allowances for bad debts		–	123
Losses on changes in fair values of short term listed investments		4,121	7,564
Allowances for impairment losses on jointly controlled entities		–	16,301
Depreciation		95	12
Operating loss before changes in working capital		(42,333)	(13,442)
Decrease/(increase) in short term listed investments		48,897	(39,309)
Decrease in subsidiaries not consolidated		–	673
(Increase)/decrease in other receivables		(614)	3,457
Increase in short term loan receivables		(14,500)	–
Increase in prepayments and deposits		(842)	(38)
(Decrease)/increase in temporary deposits, accounts payable and accruals		(16,884)	10,590
Net cash used in operating activities		(26,276)	(38,069)
INVESTING ACTIVITIES			
Interest received		2,078	–
Net cash outflow in respect of deconsolidation of subsidiaries	26	–	(54)
Acquisition of investment in a jointly controlled entity		(29,243)	–
Purchase of fixed assets		(130)	(238)
Net cash used in investing activities		(27,295)	(292)

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For the year ended 30 April 2005

	2005 HK\$'000	2004 HK\$'000
FINANCING ACTIVITIES		
Proceeds on issue of shares	–	105,000
Share issue expenses	–	(1,460)
Interest paid	(1,420)	(1,306)
	<u>(1,420)</u>	<u>(1,306)</u>
Net cash (used in)/generated from financing activities	<u>(1,420)</u>	<u>102,234</u>
(DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS		
	(54,991)	63,873
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE YEAR		
	<u>65,438</u>	<u>1,565</u>
CASH AND CASH EQUIVALENTS AT END OF THE YEAR		
– Cash and bank balances	<u>10,447</u>	<u>65,438</u>