

Consolidated Cash Flow Statement

Credit Card DNA Security System (Holdings) Ltd. • Annual Report 2005

For the year ended 30th June 2005

	Notes	2005 HK\$'000	2004 HK\$'000
Operating activities			
Loss before taxation		(71,410)	(35,787)
Adjustments for:			
Share of loss of a jointly controlled entity		79	–
Interest income		(137)	(7)
Interest expenses		1,582	854
Depreciation of property, plant and equipment		1,453	1,920
Amortisation of intangible asset		–	813
Bad debts written off		697	–
Gain on disposal of investment properties		–	(592)
Share option benefits		1,184	–
Impairment loss recognised in respect of investment in securities		–	3,420
Loss on disposal of subsidiaries		–	10
(Gain)/loss attributable to investments		(15)	2,746
Loss on disposal/written-off of property, plant and equipment		140	–
Impairment loss recognised in respect of intangible asset		38,284	–
<hr/>			
Operating cashflows before movements in working capital		(28,143)	(26,623)
Decrease/(increase) in debtors, deposits and prepayments		1,700	(2,107)
Decrease in creditors and accrued charges		(1,633)	(1,685)
<hr/>			
Net cash used in operating activities		(28,076)	(30,415)
<hr/>			
Investing activities			
Purchase of property, plant and equipment		(907)	(281)
Purchase of interest in a jointly controlled entity		(945)	–
Advance to a jointly controlled entity		(224)	–
Proceeds from disposal of subsidiaries (net of cash and cash equivalents disposed of)	(25)	–	(1)
Proceeds from disposal of an associate		–	2
Proceeds from disposal of investment properties		–	1,202
Interest received		126	7
<hr/>			
Net cash (used in)/generated from investing activities		(1,950)	929

Consolidated Cash Flow Statement

Credit Card DNA Security System (Holdings) Ltd. • Annual Report 2005

For the year ended 30th June 2005

	2005 <i>HK\$'000</i>	2004 <i>HK\$'000</i>
Financing activities		
Proceeds from issue of shares by placement	22,400	34,800
Proceeds from issue of shares on exercise of share options	6,595	12,767
Repayment of promissory note	–	(11,000)
Interest paid	(318)	(854)
Net cash generated from financing activities	28,677	35,713
(Decrease)/increase in cash and cash equivalents	(1,349)	6,227
Cash and cash equivalents at beginning of the year	12,636	6,409
Effect of changes in exchange rate	(58)	–
Cash and cash equivalents at end of the year	11,229	12,636
Analysis of the balances of cash and cash equivalents at end of the year		
Bank balances and cash	11,229	12,636