

# CONSOLIDATED CASH FLOW STATEMENT

For the year ended 30 June 2005

	Notes	2005 HK\$'000	2004 HK\$'000
<b>OPERATING ACTIVITIES</b>			
Loss before taxation		(54,706)	(7,653)
Adjustments for:			
Interest income		(12)	(780)
(Gain)/loss on disposal of other investments		(986)	2,346
Interest expenses		8,603	4,637
Depreciation of property, plant and equipment		461	602
Loss on disposal of property, plant and equipment		9	–
Loss on disposal of investment properties		5,474	–
Deficit on revaluation of investment properties		47,143	–
Amortisation of goodwill		19,200	10
Gain on disposal of a subsidiary		–	(2,055)
Operating cash flows before movements in working capital		25,186	(2,893)
Increase in trade receivables		(9,197)	(28,353)
Decrease/(increase) in prepayments, deposits and other receivables		64,951	(116,457)
Increase in trade payables		1,666	–
(Decrease)/increase in other payables and accrued charges		(45)	8,099
<b>NET CASH FROM/(USED IN) OPERATING ACTIVITIES</b>		<b>82,561</b>	<b>(139,604)</b>
<b>INVESTING ACTIVITIES</b>			
Purchase of property, plant and equipment		(8)	(635)
Purchase of investment properties		(30,241)	–
Purchase of investments in securities		–	(22,726)
Proceeds from disposal of investments in securities		18,995	2,371
Proceeds from disposal of investment properties		14,699	–
Disposal of a subsidiary	27	–	3,013
Acquisition of a subsidiary	28	(50,000)	–
Deposit for acquisition of land		(72,642)	–
Deposits for acquisition of investment properties		(26,719)	–
Interest received		12	780
<b>NET CASH USED IN INVESTING ACTIVITIES</b>		<b>(145,904)</b>	<b>(17,197)</b>
<b>FINANCING ACTIVITIES</b>			
Advance from/(repayment to) a related company		1,082	(10,749)
Bank loans raised		–	379,619
Repayment of bank loans		(26,190)	(227,537)
Net proceeds from issue of convertible note		88,500	–
Interest paid		(320)	(4,637)
<b>NET CASH FROM FINANCING ACTIVITIES</b>		<b>63,072</b>	<b>136,696</b>
<b>DECREASE IN CASH AND CASH EQUIVALENTS</b>		<b>(271)</b>	<b>(20,105)</b>
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR</b>		<b>642</b>	<b>20,747</b>
<b>CASH AND CASH EQUIVALENTS AT END OF YEAR</b>		<b>371</b>	<b>642</b>
<b>ANALYSIS OF THE BALANCES OF CASH AND CASH EQUIVALENTS</b>			
Bank balances and cash		371	642