

► consolidated  
cash flow statement  
for the year ended 31 december 2005

	The Group	
	2005	2004
	HK\$'000	HK\$'000
<b>Cash flows from operating activities</b>		
Profit before taxation	7,370	27,354
Adjustments for:		
Interest income	(15,410)	(6,018)
Dividend income	(5,453)	(3,919)
Depreciation	1,355	1,630
(Profit)/Loss on sale of property, plant and equipment	(458)	9
Amortisation of intangible assets	65	70
Impairment losses on trade receivables	287	1,601
Net unrealised loss/(gain) on stating securities at fair value	3,527	(20,250)
Unrealised exchange loss/(gain) (net)	8,450	(3,772)
	<u>(7,637)</u>	<u>(30,649)</u>
<b>Operating loss before changes in working capital</b>	<b>(267)</b>	<b>(3,295)</b>
<b>Changes in working capital</b>		
Trade receivables	3,973	(4,109)
Other receivables, deposits and prepayments	463	3,509
Trade payables	(1,501)	1,185
Other payables	932	1,116
Affiliated companies (net)	(100)	(554)
	<u>3,767</u>	<u>1,147</u>
<b>Cash generated from/(used in) operations</b>	<b>3,500</b>	<b>(2,148)</b>
Interest received	14,959	5,871
Dividend received	4,892	14,760
Dividends paid to shareholders	(11,494)	(11,494)
Tax paid - overseas tax	-	(8)
<b>Net cash generated from operating activities carried forward</b>	<b>11,857</b>	<b>6,981</b>

## consolidated cash flow statement

for the year ended 31 december 2005

	The Group	
	2005 HK\$'000	2004 HK\$'000
<b>Net cash generated from operating activities brought forward</b>	<b>11,857</b>	<b>6,981</b>
<b>Cash flows from investing activities</b>		
Payment for purchase of property, plant and equipment	(3,813)	(85)
Proceeds from sale of property, plant and equipment	1,475	358
Payment for purchase of investment securities	(2,559)	(39,373)
<b>Net cash used in investing activities</b>	<b>(4,897)</b>	<b>(39,100)</b>
<b>Net increase/(decrease) in cash and cash equivalents</b>	<b>6,960</b>	<b>(32,119)</b>
<b>Cash and cash equivalents at beginning of the year</b>	<b>499,148</b>	<b>527,166</b>
<b>Effect of foreign exchange rates changes</b>	<b>(8,773)</b>	<b>4,101</b>
<b>Cash and cash equivalents at end of the year (note 18)</b>	<b>497,335</b>	<b>499,148</b>