

# Consolidated Cash Flow Statement

Year ended 31 December 2005

	Notes	2005 HK\$	2004 HK\$ (Restated)
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Profit before tax		<b>27,917,206</b>	9,441,043
Adjustments for:			
Finance costs	8	–	37,724
Bank interest income	5	<b>(7,399,127)</b>	(1,001,039)
Dividend income	5	<b>(1,546,345)</b>	(1,952,040)
Share of profits of associates		<b>(8,636,045)</b>	(11,022,829)
Net realised gains on disposal of long term investments	7	<b>(10,790)</b>	(9,505,773)
Depreciation	7	<b>2,028,359</b>	4,306,084
Amortisation	7	–	3,875,650
Recognition of prepaid land lease payments	16	<b>40,950</b>	40,950
(Write-back of impairment provisions)/write-off and impairment provisions for accounts receivable and loans and advances		<b>(3,200,000)</b>	8,689,753
Fair value gain on an unlisted financial instrument at fair value through profit or loss		<b>(10,806,166)</b>	–
Loss/(gain) on disposal of items of property, plant and equipment	7	<b>(42,800)</b>	566
Operating profit/(loss) before working capital changes		<b>(1,654,758)</b>	2,910,089
Increase in other assets	32	<b>(1,404,849)</b>	(1,139,071)
Decrease in equity investments at fair value through profit or loss		<b>40,220,028</b>	23,568,066
Decrease in accounts receivable		<b>227,714,462</b>	231,220,215
Decrease in loans and advances		<b>9,795,551</b>	126,418,719
Increase in deposits, prepayments and other receivables		<b>(127,637)</b>	(2,265,083)
Decrease in bank balances held on behalf of customers		<b>102,867,112</b>	324,871,595
Decrease in accounts payable		<b>(360,054,753)</b>	(561,077,716)
Decrease in other payables and accruals		<b>(6,394,973)</b>	(8,561,004)
Cash generated from operations		<b>10,960,183</b>	135,945,810
Bank interest received		<b>7,399,127</b>	1,001,039
Interest paid		–	(37,724)
Dividends received from listed equity investments		<b>1,546,345</b>	1,952,040
Dividend received from an associate		<b>23,217,710</b>	23,527,048
Hong Kong profits tax refunded/(paid)		<b>(613,842)</b>	192,297
Net cash inflow from operating activities – Page 35		<b>42,509,523</b>	162,580,510

## Consolidated Cash Flow Statement (Cont'd)

Year ended 31 December 2005

	<i>Notes</i>	<b>2005</b> <b>HK\$</b>	2004 HK\$ (Restated)
Net cash inflow from operating activities – Page 34		<b>42,509,523</b>	162,580,510
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Proceeds received on disposal of available-for-sale investments		<b>149,972</b>	19,872,890
Purchases of available-for-sale investments		<b>(16,612,686)</b>	–
Purchases of items of property, plant and equipment	15	<b>(9,231,548)</b>	(616,973)
Proceeds from disposal of items of property, plant and equipment		<b>48,300</b>	4,860
Net cash inflow/(outflow) from investing activities		<b>(25,645,962)</b>	19,260,777
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Repayment of bank loans		–	(106,475,170)
Dividend paid		<b>(5,307,591)</b>	(10,615,183)
Net cash outflow from financing activities		<b>(5,307,591)</b>	(117,090,353)
NET INCREASE IN CASH AND CASH EQUIVALENTS		<b>11,555,970</b>	64,750,934
Cash and cash equivalents at beginning of year		<b>102,458,585</b>	37,707,651
CASH AND CASH EQUIVALENTS AT END OF YEAR		<b>114,014,555</b>	102,458,585
<b>ANALYSIS OF BALANCES OF CASH AND CASH EQUIVALENTS</b>			
Cash and bank balances	26	<b>31,458,275</b>	90,950,685
Time deposits with original maturity of less than three months when acquired	26	<b>82,556,280</b>	11,507,900
		<b>114,014,555</b>	102,458,585