

Consolidated Cash Flow Statement

For the year ended 31st December, 2005

	<i>Notes</i>	2005 HK\$'000	2004 <i>HK\$'000</i> (Restated)
CASH FLOWS FROM OPERATING ACTIVITIES			
Loss before tax		(6,389)	(43,445)
Adjustments for:			
Finance costs	10	4,747	3,972
Share of losses/(profits) of associates		331	(2,259)
Share of (profit)/loss of a jointly-controlled entity		(68)	567
Interest income	8	(2,783)	(1,324)
Depreciation on owned property, plant and equipment		2,733	2,548
Amortisation on prepaid lease payment on land use right		58	57
Negative goodwill recognised as income for the year	8	–	(335)
Gain on disposal of an associate		(30,233)	–
Loss on disposal of an associate		450	–
Gains on written off amounts due to associates		(331)	–
Loss on disposal of a jointly-controlled entity	9	–	7,351
Loss on disposal of long term investments	9	–	10,482
Dividend from unlisted long term investments		–	(858)
Gain on capital distribution from unlisted long term investment	8	–	(6,040)
Write back of impairment loss of long term investments		–	(642)
Impairment loss on amount due from an associate		182	–
Loss on short term investments	9	–	501
Loss/(gain) on disposal of property, plant and equipment	9	80	(79)
Gain arising from changes in fair value of investment properties	8	(1,965)	–
Gain arising from changes in fair value of financial assets at fair value through profit or loss	8	(436)	–
Gain on disposal of available-for-sale financial assets	9	(278)	–
Gain on disposal of financial assets at fair value through profit or loss	9	(79)	–
Operating loss before working capital changes		(33,981)	(29,504)
Decrease/(increase) in due from related companies		2,589	(708)
(Increase)/decrease in properties held for sale		(37,844)	28,174
Decrease/(increase) in properties under development held for sale		32,959	(2,146)
(Increase)/decrease in inventories		(12)	132
Decrease in trade receivables		1,801	6,740
(Increase)/decrease in other receivables		(4,655)	6,140
Decrease in client trust bank balances		285	889
Increase in due to related companies		44	107
Increase/(decrease) in trade payables, other payables and accruals		13,128	(13,897)
Cash used in operations		(25,686)	(4,073)
Interest paid		(4,747)	(3,972)
Overseas tax paid		(8,402)	(3,428)
Net cash outflow from operating activities (to page 32)		(38,835)	(11,473)

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32

For the year ended 31st December, 2005

	2005	2004
Notes	HK\$'000	HK\$'000 (Restated)
Net cash outflow from operating activities (from page 31)	(38,835)	(11,473)
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest received	2,783	1,324
Capital distribution from unlisted long term investment	–	9,649
Proceeds from disposal of long term investments	–	7,790
Proceeds from disposal of short term investments	–	11
Proceeds from disposal of financial assets at fair value through profit or loss	295	–
Proceeds from disposal of available-for-sale financial assets	1,570	–
Proceeds from disposal of an associate	159,221	–
Proceeds from disposal of property, plant and equipment	–	79
Purchase of additional interests in an associate	–	(21,114)
Purchases of long term investments	–	(149)
Purchases of short term investments	–	(2,902)
Purchases of available-for-sale financial assets	(5,127)	–
Purchases of property, plant and equipment	16 (1,550)	(672)
(Increase)/decrease in due from associates	(503)	274
(Decrease)/increase in due to a jointly-controlled entity	(198)	4,448
Decrease in other assets	5	–
Decrease in pledged bank balances and time deposits	1,877	2,406
Net cash inflow from investing activities	158,373	1,144
CASH FLOWS FROM FINANCING ACTIVITIES		
(Repayment)/additions of interest-bearing bank borrowings	(110,000)	5,000
Advances from minority shareholders	–	55
Net cash (outflow)/inflow from financing activities	(110,000)	5,055
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS		
	9,538	(5,274)
Cash and cash equivalents at beginning of year	36,620	41,103
Effect of foreign exchange rate changes, net	(5,180)	791
CASH AND CASH EQUIVALENTS AT END OF YEAR	40,978	36,620
ANALYSIS OF BALANCES OF CASH AND CASH EQUIVALENTS		
Bank and cash balances	60,275	66,091
Bank overdrafts	(19,297)	(29,471)
	40,978	36,620