

# Consolidated Cash Flow Statement

For the year ended 31st December, 2005

	2005 HK\$'000	2004 HK\$'000 (restated)
OPERATING ACTIVITIES		
Profit for the year	39,507	56,332
Adjustments for:		
Interest income	(2,647)	(4,840)
Bad debts written off	2,540	627
Depreciation of property, plant and equipment	740	414
Amortisation of goodwill	-	4,147
Amortisation of intangible assets	1,686	2,225
Loss on disposal of property, plant and equipment	22	-
Loss on disposal of investments held for trading	3	-
Gain on disposal of subsidiaries	-	(30,704)
Taxation	10,283	8,934
Realised loss on investments in securities	-	591
Unrealised holding gain on trading securities	-	(513)
Allowances for bad and doubtful debts	-	1,240
Share-based payment expense	142	708
Operating cash flows before movements in working capital	52,276	39,161
Decrease (increase) in trade receivables	237	(12,761)
Increase in other receivables and prepayments	(2,696)	(2,963)
Decrease in amounts due from related companies	14,823	683
Increase in amount due from a jointly controlled entity	(6)	-
Increase (decrease) in trade payables	2,733	(1,814)
Increase in other payables and accruals	3,514	5,335
Decrease in amounts due to related companies	-	(1,234)
Cash from operations	70,881	26,407
Overseas tax paid	(4,654)	(3,404)
<b>NET CASH FROM OPERATING ACTIVITIES</b>	<b>66,227</b>	<b>23,003</b>

# Consolidated Cash Flow Statement

For the year ended 31st December, 2005

	NOTES	2005 HK\$'000	2004 HK\$'000 (restated)
<b>INVESTING ACTIVITIES</b>			
Decrease in receivable from securities brokers		–	76,073
Interest received		2,647	4,840
Increase in amount due from a jointly controlled entity		(5,850)	–
Proceeds from disposals of financial assets held for trading		13,077	–
Proceeds from disposal of investments in securities		–	3,397
Proceeds from disposals of subsidiaries	24	9,056	943
Acquisitions of subsidiaries	25	–	(34,777)
Purchase of intangible assets		–	(8,490)
Purchase of property, plant and equipment		(1,406)	(652)
<b>NET CASH FROM INVESTING ACTIVITIES</b>		<b>17,524</b>	<b>41,334</b>
<b>FINANCING ACTIVITIES</b>			
Increase in amounts due from related companies		–	(9,744)
Proceeds from issue of shares		620	493
Dividend paid to shareholders		(15,492)	–
<b>NET CASH USED IN FINANCING ACTIVITIES</b>		<b>(14,872)</b>	<b>(9,251)</b>
<b>NET INCREASE IN CASH AND CASH EQUIVALENTS</b>		<b>68,879</b>	<b>55,086</b>
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF THE YEAR</b>		<b>102,523</b>	<b>47,437</b>
<b>NET EFFECT OF FOREIGN EXCHANGE RATE CHANGES</b>		<b>1,378</b>	<b>–</b>
<b>CASH AND CASH EQUIVALENTS AT END OF THE YEAR, represented by bank balances and cash</b>		<b>172,780</b>	<b>102,523</b>