

CONSOLIDATED CASH FLOW STATEMENT

For the year ended 31st December, 2005

	NOTES	2005 HK\$'000	2004 HK\$'000 (restated)
OPERATING ACTIVITIES			
Profit before taxation		115,377	80,834
Adjustments for:			
Depreciation		811	711
Interest income		(57)	(6)
Finance costs		-	53
Share of results of associates		(122,691)	(93,517)
Gain on disposal of subsidiaries		-	(3,189)
Share-based payment expense		5,538	3,089
Loss on disposal of property, plant and equipment		-	7
Operating cash flow before movements in working capital		(1,022)	(12,018)
Decrease (increase) in inventories		3,112	(10,063)
Increase in trade and other receivables		(32,919)	(13,575)
Decrease in amount due from an associate		338	-
Decrease (increase) in amounts from related companies		613	(852)
Increase in trade and other payables		22,242	14,290
Decrease in amounts due from minority shareholders		-	1,130
NET CASH USED IN OPERATING ACTIVITIES		(7,636)	(21,088)
INVESTING ACTIVITIES			
Dividend paid		(41,203)	-
Purchase of property, plant and equipment		(2,292)	(2,628)
Dividend received from an associate		48,502	-
Interest received		57	6
Investment in associates		-	(565)
Disposal of subsidiaries (net of cash and cash equivalents disposed of)	28	-	(1,839)
NET CASH FROM (USED IN) INVESTING ACTIVITIES		5,064	(5,026)
FINANCING ACTIVITIES			
Advance from immediate holding company		14,220	3,000
Repayment to former ultimate holding company		(3,000)	-
Repayment to (advance from) related companies		(1,329)	2,262
Repayment to (advance from) minority shareholders		(439)	3,978
New bank borrowings raised		-	2,636
Interest paid		-	(53)
Repayment of bank borrowings		-	(33)
NET CASH FROM FINANCING ACTIVITIES		9,452	11,790
INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS		6,880	(14,324)
CASH AND CASH EQUIVALENTS AT 1ST JANUARY		1,499	15,823
EFFECT OF FOREIGN EXCHANGE RATE CHANGES		70	-
CASH AND CASH EQUIVALENTS AT 31ST DECEMBER			
Bank balances and cash		8,449	1,499