

## Consolidated Cash Flow Statement

For the year ended 31 December 2005

	Note	2005 HK\$'000	2004 HK\$'000
<b>NET CASH USED IN OPERATIONS</b>	29(a)	<b>(27,594)</b>	(10,112)
Taxes (paid)/refunded outside Hong Kong		(3,194)	272
Interest paid		(7,538)	(4,249)
<b>NET CASH USED IN OPERATING ACTIVITIES</b>		<b>(38,326)</b>	(14,089)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Interest received		1,082	2,211
Purchases of listed investments		(3,523)	–
Purchases of properties, plant and equipment		(10,039)	(5,967)
Repayment of loan from an associate		3,821	–
Dividends paid to minority shareholders		(2,357)	(1,500)
Proceeds from disposals of:			
Properties, plant and equipment		3,168	–
Long term investments		–	18,637
Subsidiaries	29(b)	–	(20)
Acquisition of subsidiaries, net of cash acquired	29(c)	–	7,580
Decrease in pledged time deposits and guarantee funds		(5,997)	(10)
Net cash (used in)/generated from investing activities		<b>(13,845)</b>	20,931
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Proceeds from issue of new shares		27,695	–
Proceeds from subscriptions of share by minority shareholders		637	–
Share issue expenses		(1,093)	–
Proceeds from other loan		15,000	15,000
Proceeds from interest bearing bank borrowings		15,634	1,662
Net cash generated from financing activities		<b>57,873</b>	16,662
<b>INCREASE IN CASH AND CASH EQUIVALENTS</b>		<b>5,702</b>	23,504
Cash and cash equivalents at beginning of year		32,325	8,830
Effect of exchange rate changes		287	(9)
Cash and cash equivalents at end of year		<b>38,314</b>	32,325
<b>ANALYSIS OF BALANCES OF CASH AND CASH EQUIVALENTS</b>			
Cash and bank balances		67,990	55,446
Pledged time deposits and guarantee funds	21	(22,285)	(16,288)
Bank overdrafts	24	(7,391)	(6,833)
		<b>38,314</b>	32,325