

CONSOLIDATED CASH FLOW STATEMENT

For the year ended 31 December 2005

Notes	2005 HK\$'000	2004 HK\$'000
Cash flows from operating activities		
Profit/(Loss) before income tax		
From continuing operations	277,885	101,852
From discontinued operations	(128)	(1,551)
Adjustments for :		
Depreciation and amortisation on property, plant and equipment	15,186	18,295
Operating lease charge of prepaid lease payments for leasehold land	525	–
Amortisation of intangible assets	6,080	46,947
Amortisation of goodwill on interests in associates	–	466
Negative goodwill recognised as income	–	(18,158)
Decrease arising from acquisition of the additional interests in Nan Hai over the consideration arising from conversion of convertible notes by the Group	(185,501)	–
Write off of intangible assets	–	148
Net gain on disposal and dissolution of subsidiaries	(24,850)	(2,304)
Gain on disposal of other investments	–	(77)
Gain on disposal of intangible assets	(2,100)	–
Loss on disposal of property, plant and equipment	198	12,305
Write-back of impairment losses of properties under development	–	(3,992)
Impairment losses on short term investments	–	3,053
Provision for impairment of receivables	1,472	5,708
Provision for impairment of inventories	–	1,741
Write off of property, plant and equipment	137	908
Share of results of associates	(756)	(1,745)
Equity settled share based compensation expenses	5,967	–
Disposal of an associate	1,868	–
Interest income	(2,487)	(5,326)
Interest expenses	8,460	13,269
Operating profit before working capital changes	101,956	171,539
Decrease in fair value of investments at fair value through profit or loss/ short term investments	44	9
Decrease in amounts due to associates	(1,026)	(2,253)
Decrease/(Increase) in inventories	727	(2,855)
Increase in trade receivables, other receivables and deposits	(656,890)	(17,836)
Increase in trade payables, other payables and accruals	130,010	54,469
Increase/(Decrease) in amount due to a director	48,460	(7,508)
Decrease in amounts due to shareholders	(4)	(3,105)
Increase in amount due to ultimate holding company	495,782	–
Net cash generated from operations	119,059	192,460
Income taxes paid	(19,409)	(11,427)
Net cash generated from operating activities	99,650	181,033

CONSOLIDATED CASH FLOW STATEMENT

For the year ended 31 December 2005

Notes	2005 HK\$'000	2004 HK\$'000
Cash flows from investing activities		
	(17,260)	(62,109)
	1	65,697
	21,412	–
	(9,283)	(12,531)
	–	982
	–	(21,600)
45(a)	(52)	(72)
45(b)	(317)	–
	(23,113)	(2,458)
	–	1,600
	–	76,179
	(19,017)	(18,825)
	–	(20,755)
	(1,180)	–
	2,487	5,326
	(46,322)	11,434
Cash flows from financing activities		
	12,968	13,237
	1,892	2,501
	(13,936)	(204,432)
	(43,462)	(58,993)
	(42,538)	(247,687)
	10,790	(55,220)
	51,973	107,193
	2,695	–
	65,458	51,973
Analysis of balances of cash and cash equivalents		
	65,458	52,244
	–	(271)
	65,458	51,973
Net cash flows attributable to the operating, investing and financing activities of discontinued operations are as follows:		
	(128)	6,312
	–	1,822
	–	3,341
	(128)	11,475