

Consolidated Cash Flow Statement

For the year ended 31st March, 2006

	2006 HK\$'000	2005 HK\$'000
OPERATING ACTIVITIES		
Profit (loss) before taxation	4,105	(36,567)
Adjustments for:		
Depreciation of property, plant and equipment	1,686	2,253
Depreciation of investment properties	109	109
Amortisation of prepaid lease payments for land	598	598
Provision for loss on settlement of legal action	3,000	–
Losses arising on changes in fair value of investments held for trading	3,260	–
Unrealised holding loss on other securities	–	9,951
Realised loss on disposal of other securities	–	594
Loss on disposal of property, plant and equipment	330	–
Write down for properties for sale	–	16,000
Impairment loss on properties for development	–	20,578
Negative goodwill released to income	–	(6,601)
Interest income	(20,796)	(15,728)
Operating cash flows before movements in working capital	(7,708)	(8,813)
(Increase) decrease in trade and other receivables, deposits and prepayments	(70)	520
Increase (decrease) in trade and other payables and accrued charges and deposits received	63	(441)
Decrease in provisions	(1,295)	(1,314)
Decrease in amount due to a related company	(866)	(610)
NET CASH USED IN OPERATING ACTIVITIES	(9,876)	(10,658)
INVESTING ACTIVITIES		
Interest received	21,255	14,748
(Increase) decrease in pledged bank deposits	(5)	694
Purchase of property, plant and equipment	(213)	–
Proceeds from disposal of property, plant and equipment	355	–
Purchase of available-for-sale investments	(40,865)	–
Purchase of investments held for trading	(5,210)	–
Purchase of other securities	–	(67,607)
Proceeds from disposal of investments held for trading	34,222	–
Proceeds from disposal of other securities	–	18,578
Proceeds from redemption of money market funds	–	46,671
NET CASH FROM INVESTING ACTIVITIES	9,539	13,084
NET (DECREASE) INCREASE IN CASH AND CASH EQUIVALENTS	(337)	2,426
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE YEAR	16,365	13,847
EFFECT OF FOREIGN EXCHANGE RATE CHANGES	159	92
CASH AND CASH EQUIVALENTS AT END OF THE YEAR	16,187	16,365
ANALYSIS OF CASH AND CASH EQUIVALENTS		
Bank balances and cash	16,187	16,365