

CONSOLIDATED CASH FLOW STATEMENT

For the year ended 31 March 2006

	2006 HK\$	2005 HK\$
Operating activities		
Profit before taxation	34,081,365	21,116,527
Adjustments for:		
Loss on disposal of property, plant and equipment	11,057	1,758
Gain on disposal of investment securities	—	(2,455,077)
Gain on disposal of other securities	—	(80,480)
Gain on disposal of available-for-sale financial assets	(4,091,095)	—
Provision for diminution in value of investment securities written back	—	(7,052,809)
Net unrealised holding losses on trading and other securities	—	17,411
Fair value gain on financial assets at fair value through profit or loss	(552,234)	—
Holding gains on trading securities realised	—	1,581,483
Provision for impairment loss on properties held for or under development written back	(17,405,000)	(4,130,136)
Fair value gain on investment properties	(2,295,000)	—
Interest income	(261,194)	(67,371)
Interest expense	1,116,062	17,606
Provision for long service payments	6,800	68,200
Depreciation	56,348	82,276
Amortisation of leasehold land	37,483	37,483
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Operating profit before working capital changes	10,704,592	9,136,871
Decrease in trading securities	—	4,248,986
Increase in financial assets at fair value through profit or loss	(412,891)	—
Decrease in trade and other receivables	57,559	581,027
Increase in trade and other payables	306,698	2,118,090
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Cash generated from operations	10,655,958	16,084,974
Profits tax paid	(669,089)	(581,789)
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Net cash generated from operating activities	9,986,869	15,503,185

CONSOLIDATED CASH FLOW STATEMENT

For the year ended 31 March 2006

	2006 HK\$	2005 HK\$
Investing activities		
Purchase of property, plant and equipment	(13,549)	(50,944,175)
Increase in properties held for or under development	(4,287,300)	(12,363,440)
Purchase of investment and other securities	—	(3,147,639)
Purchase of available-for-sale financial assets	(1,516,223)	—
Proceeds from disposal of investment and other securities	—	9,271,746
Proceeds from disposal of available-for-sale financial assets	11,084,435	—
Interest received	261,194	67,371
	<u>5,528,557</u>	<u>(57,116,137)</u>
Financing activities		
New bank borrowings obtained	—	28,000,000
Repayment of bank borrowings	(2,800,000)	—
Dividends paid	(4,400,000)	(4,400,000)
Interest paid	(1,116,062)	(17,606)
	<u>(8,316,062)</u>	<u>23,582,394</u>
Net increase/(decrease) in cash and cash equivalents	7,199,364	(18,030,558)
Cash and cash equivalents at beginning of year	<u>7,919,903</u>	<u>25,950,461</u>
Cash and cash equivalents at end of year, representing cash and bank balances	<u>15,119,267</u>	<u>7,919,903</u>