

Consolidated Cash Flow Statement

For the year ended 31 March 2006

<i>Notes</i>	2006 <i>HK\$'000</i>	2005 (Restated) <i>HK\$'000</i>
Cash flows from operating activities		
Loss before taxation	(15,307)	(11,423)
<i>Adjustments for:</i>		
Finance costs <i>22</i>	28	235
Gain on disposal of subsidiaries	-	(230)
Gain on disposal of property, plant and equipment	-	(137)
Impairment loss in respect of property, plant and equipment	-	1,861
Unrealised loss/(gain) on financial assets at fair value through profit or loss	714	(64)
Impairment loss recognised in respect of investment property <i>21</i>	395	-
Impairment loss recognised in respect of goodwill <i>21</i>	8,536	-
Depreciation <i>21</i>	729	2,888
Goodwill amortisation	-	2,498
(Write-back of provision)/provision for impairment loss on accounts receivable <i>21</i>	(200)	723
Operating loss before working capital changes	(5,105)	(3,649)
Decrease in accounts receivable	12,949	5,117
Decrease/(increase) in trade deposits	24,301	(3,124)
Decrease in prepayments and other receivables	969	3,740
Increase in financial assets at fair value through profit or loss	(591)	(5,012)
Decrease in accounts payable	(787)	(8,933)
Decrease in amounts due to directors	-	(1,673)
(Decrease)/increase in other payables and accruals	(2,139)	1,633
Cash generated from/(used in) operations	29,597	(11,901)
Interest paid	(28)	(20)
Interest element on finance lease contract rental payments	-	(215)
Hong Kong profits tax paid	-	(416)
<i>Net cash inflow/(outflow) from operating activities</i>	29,569	(12,552)

<i>Note</i>	2006	2005 (Restated)
	HK\$'000	HK\$'000
Cash flows from investing activities		
Payments to acquire property, plant and equipment	-	(35)
Payment to acquire investment property	(10,595)	-
Proceeds from disposal of property, plant and equipment	-	950
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<i>Net cash (outflow)/inflow from investing activities</i>	(10,595)	915
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Cash flows from financing activities		
New bank loan	-	800
Repayment of bank loan	(467)	(333)
Capital element of finance lease contract rental payments	-	(1,416)
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<i>Net cash outflow from financing activities</i>	(467)	(949)
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Net increase/(decrease) in cash equivalents	18,507	(12,586)
Cash and cash equivalents at the beginning of the year	11,478	24,064
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Cash and cash equivalents at the end of the year	29,985	11,478
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Analysis of the balances of cash and cash equivalents		
Cash and cash equivalents	29,985	11,478
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The accompany notes from an integral part of these financial statements.