

Consolidated Cash Flow Statement

For the year ended 30 April 2006

	2006 HK\$'000	2005 HK\$'000 (Restated)
OPERATING ACTIVITIES		
Operating loss for the year	(5,606)	(46,755)
Adjustment for:		
Interest income	(499)	(2,078)
Finance costs	371	1,877
Gain on disposal of fixed assets	(165)	—
Unrealized gain on conversion of convertible notes	(1,151)	—
Losses on changes in fair values		
— short term listed investments	—	4,121
— investments held for trading	1,246	—
Share of loss of a jointly controlled entity	627	407
Gain on disposal of subsidiaries	(2,700)	—
Depreciation	41	95
Operating loss before changes in working capital	(7,836)	(42,333)
Decrease in short term listed investments	—	48,897
Increase in investments held for trading	(7,081)	—
Increase in trade and other receivables	(1,332)	(1,456)
Decrease/(increase) in loan receivables	14,500	(14,500)
Decrease in trade and other payables	(1,410)	(16,884)
Net cash used in operating activities	(3,159)	(26,276)
INVESTMENT ACTIVITIES		
Interest received	499	2,078
Acquisition of investment in a jointly controlled entity	—	(29,243)
Proceeds on disposal of fixed assets	335	—
Proceeds on disposal of subsidiaries	100	—
Purchase of fixed assets	(26)	(130)
Net cash generated from/ (used in) investing activities	908	(27,295)
FINANCING ACTIVITIES		
Interest paid	(371)	(1,420)
Net cash used in financing activities	(371)	(1,420)
DECREASE IN CASH AND CASH EQUIVALENT	(2,622)	(54,991)
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR	10,447	65,438
CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR		
— Cash and bank balances	7,825	10,447