

CONDENSED CONSOLIDATED CASH FLOW STATEMENT

FOR THE SIX MONTHS ENDED 30TH JUNE, 2006

	Six months ended 30th June,	
	2006 HK\$'000 (unaudited)	2005 HK\$'000 (unaudited)
Net cash from (used in) operating activities:		
Cash outflow from investment held for trading	(10,298)	(41,252)
Cash from (used in) other operating activities	13,971	(13,663)
	<u>3,673</u>	<u>(54,915)</u>
Net cash used in investing activities:		
Purchase of property, plant and equipment	(16,193)	(41)
Increase in pledged deposits	(4,990)	–
Deposit paid for investment in a subsidiary	–	(20,000)
Repayment of short term receivables	–	5,000
Other investing cash flows	1,809	547
	<u>(19,374)</u>	<u>(14,494)</u>
Net cash from financing activities:		
Proceeds from issue of redeemable convertible bonds	–	58,500
Proceeds on issues of shares, net of expenses	60,152	14,665
Interest paid	(2,781)	(11)
	<u>57,371</u>	<u>73,154</u>
Net increase in cash and cash equivalents	<u>41,670</u>	<u>3,745</u>
Cash and cash equivalents at the beginning of the period	28,676	18,754
Effect of foreign exchange rate changes	(129)	15
Cash and cash equivalents at the end of the period	<u>70,217</u>	<u>22,514</u>
Represented by		
Bank balances and cash	35,430	22,514
Deposits placed with securities brokers	34,787	–
	<u>70,217</u>	<u>22,514</u>