

Consolidated Cash Flow Statement

For the year ended 31 December 2006

	2006	2005
	HK\$'000	HK\$'000
Operating activities		
Profit before taxation	33,084	31,515
Adjustments for:		
Finance costs	6,746	3,163
Depreciation	9,752	6,674
Gain on disposal of property, plant and equipment	(9,291)	(30)
(Increase) decrease in fair value of held-for-trading investments	(35,647)	2,851
Share of results of jointly controlled entities	(26,860)	(63,451)
Share of results of associates	15	(1,655)
Interest on bank deposits	(300)	(101)
Interest on finance lease receivables	(120)	(174)
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Operating cash flows before movements in working capital	(22,621)	(21,208)
(Increase) decrease in amounts due from customers for contract work	(17,898)	11,820
Increase in debtors, deposits and prepayments	(76,929)	(44,039)
Increase in held-for-trading investments	(2,404)	(3,617)
(Decrease) increase in amounts due to customers for contract work	(15,067)	6,126
Increase (decrease) in creditors and accrued charges	46,333	(31,064)
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Cash used in operations	(88,586)	(81,982)
Interest on bank deposits received	300	101
Income taxes refunded (paid)	13	(3,740)
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Net cash used in operating activities	(88,273)	(85,621)

Consolidated Cash Flow Statement

For the year ended 31 December 2006

	2006 HK\$'000	2005 HK\$'000
Investing activities		
Interest on finance lease receivables received	120	174
Distribution of profits from jointly controlled entities	17,761	81,673
Proceeds from disposal of property, plant and equipment	9,934	192
Advances to associates	(498)	(15,784)
Repayment from (loans to) jointly controlled entities	13,756	(9,510)
Purchases of property, plant and equipment	(583)	(1,216)
Expenditure on property and plant under construction	(31,854)	(7,525)
Repayment of finance lease receivables	714	2,182
(Increase) decrease in pledged bank deposits	(5)	12,351
Purchase of available-for-sale investments	-	(3,016)
Increase in investment in an associate	-	(4)
Acquisition of a subsidiary (note 38)	-	(5,658)
Increase in finance lease receivables	-	(3,556)
Capital contribution to jointly controlled entities	-	(11,826)
Capital contribution from minority shareholders	-	1,834
Advances to an intermediate holding company	-	(1,093)
Repayment by fellow subsidiaries	-	1,363
Net cash from investing activities	9,345	40,581
Financing activities		
New bank loans raised	92,468	62,000
Advances from (repayment to) an intermediate holding company	4,737	(3,710)
Advances from fellow subsidiaries	1,246	225
Repayment of bank loans	(22,198)	-
Interest paid	(7,992)	(2,271)
Advances from an associate	3,500	-
Other borrowings raised	-	28,302
Repayment to jointly controlled entities	-	(23,700)
Net cash from financing activities	71,761	60,846
Net (decrease) increase in cash and cash equivalents	(7,167)	15,806
Cash and cash equivalents at the beginning of the year	66,287	51,848
Effect of foreign exchange rate changes, net	245	(1,367)
Cash and cash equivalents at the end of the year represented by bank balances and cash	59,365	66,287