

Consolidated Cash Flow Statement

For the year ended 31 December 2006

	Note	2006 HK\$	2005 HK\$
OPERATING ACTIVITIES			
Cash used in operations	21	(73,397,018)	(78,974,060)
Interest paid		(2,434,923)	(2,673,090)
Net cash used in operating activities		(75,831,941)	(81,647,150)
INVESTING ACTIVITIES			
Acquisition of property, plant and equipment		(2,925,703)	(51,780)
Proceeds from disposal of property, plant and equipment		—	8,300
Acquisition of available-for-sale investments		(5,058,299)	(3,000,039)
Proceeds from disposal of available-for-sale investments		38,767,000	6,295,076
Dividends received		3,058,244	1,802,376
Interest received		165,868	223,064
Loan advanced to an investee		—	(25,000,000)
Net cash from (used in) investing activities		34,007,110	(19,723,003)
FINANCING ACTIVITIES			
Proceeds from rights issue		—	52,787,600
Proceeds from placements of shares		64,000,000	5,846,818
Proceeds from shares issued under share option scheme		—	3,990,000
Share issue expenses		(1,659,870)	(2,248,302)
Proceeds from issue of convertible notes		—	20,000,000
New short-term borrowings		60,000,000	81,500,000
Repayment of short-term borrowings		(80,000,000)	(61,500,000)
Net cash from financing activities		42,340,130	100,376,116
Net increase (decrease) in cash and cash equivalents		515,299	(994,037)
Cash and cash equivalents at beginning of year		61,060	1,055,097
Cash and cash equivalents at balance sheet date, represented by bank balances and cash		576,359	61,060