

Consolidated Cash Flow Statement

For The Year Ended 31 December 2006

	Notes	2006 HK\$'000	2005 HK\$'000
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit for the year		264,942	8,201
Adjustments for:			
Taxation	13	350	1,810
Depreciation	16	58	24
Impairment losses for:			
Trade and other receivables	11	-	661
Amounts due from subsidiaries not consolidated	11	-	37
Gain on debt restructuring	9	(263,168)	-
Interest income		(302)	-
Finance costs	10	116	300
		1,996	11,033
Changes in working capital:			
Trade and other receivables		(77,539)	(13,216)
Amounts due from subsidiaries not consolidated		-	(37)
Amounts due to subsidiaries not consolidated		(7,885)	189
Trade and other payables		16,569	1,250
Net cash used in operations		(66,859)	(781)
Taxation paid		(179)	-
Net cash used in operating activities		(67,038)	(781)
CASH FLOWS FROM INVESTING ACTIVITIES			
Purchase of property, plant and equipment		(770)	(19)
Interest received		302	-
Net cash used in investing activities		(468)	(19)
CASH FLOWS FROM FINANCING ACTIVITIES			
Payment to Schemes' creditors	3(i)(c)	(21,500)	-
Settlement of restructuring expenses		(14,676)	-
Proceeds from shares subscription		83,000	-
Net proceeds from open offer		8,304	-
Net proceeds from share placing		37,275	-
Net proceeds from share placing after Debt Restructuring		172,087	-
Repurchase of ordinary shares		(5,583)	-
Interest paid		(116)	(300)
Net cash generated from/(used in) financing activities		258,791	(300)
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS			
Cash and cash equivalents at beginning of the year	19	59	1,159
CASH AND CASH EQUIVALENTS AT END OF THE YEAR	19	191,344	59