

CASH FLOW STATEMENT

For the year ended 31 December 2004

	<i>Note</i>	2004 RMB'000	2003 RMB'000
Loss for the year		(60)	(47)
Decrease in prepayments, deposits and other receivables		4	59
Increase in amount due from a related party		(3)	(7)
Increase in amount due from a director		(2)	(16)
Increase in accruals and other payables		258	–
Increase in amounts due to related parties		6,405	1,665
(Decrease)/increase in amount due to a director		(656)	3
Net cash inflow from operating activities		5,946	1,657
Cash flows from financing activities			
Share issuance expenses	13	(5,947)	(1,657)
Net cash outflow from financing activities		(5,947)	(1,657)
Net decrease in cash and cash equivalents		(1)	–
At the beginning of the year		1	1
At the end of the year		–	1
Analysis of the balances of cash and cash equivalents			
Cash and bank balances		–	1