

**CASH FLOW STATEMENT**  
FOR THE YEAR ENDED DECEMBER 31, 2004

|                                                            | 2004<br>US\$     | 2003<br>US\$   |
|------------------------------------------------------------|------------------|----------------|
| <b>Operating activities</b>                                |                  |                |
| Profit before taxation for the year                        | 2,638,983        | 1,145,407      |
| Adjustment for:                                            |                  |                |
| Realised gain on disposal of investments                   | (2,539,462)      | (1,291,822)    |
| Operating cash flows before movements in working capital   | 99,521           | (146,415)      |
| Decrease/(increase) in interest and dividends receivable   | 22,291           | (57,261)       |
| (Decrease)/increase in accrued charges                     | (11,263)         | 48,141         |
| Net cash inflow/(outflow) generated from operations        | 110,549          | (155,535)      |
| Overseas withholding tax paid                              | (42,353)         | (63,529)       |
| Net cash inflow/(outflow) from operating activities        | 68,196           | (219,064)      |
| <b>Investing activities</b>                                |                  |                |
| Cash paid on purchase of securities                        | (1,717,726)      | (5,211,988)    |
| Proceeds on sale of securities                             | 6,730,434        | 7,971,310      |
| Net cash inflow from investing activities                  | 5,012,708        | 2,759,322      |
| <b>Financing activities</b>                                |                  |                |
| Cash paid on redemption of securities                      | —                | (2,567,657)    |
| Net cash outflow from financing activities                 | —                | (2,567,657)    |
| Net cash inflow/(outflow)                                  | 5,080,904        | (27,399)       |
| Effect of Foreign Exchange rate changes                    | (3,558)          | 35,864         |
| Cash and cash equivalents at January 1                     | 233,034          | 224,569        |
| Cash and cash equivalents at December 31 ( <i>Note A</i> ) | <u>5,310,380</u> | <u>233,034</u> |
| <i>Note A</i>                                              |                  |                |
| Analysis of balances of cash and cash equivalents:         |                  |                |
| Cash                                                       | <u>5,310,380</u> | <u>233,034</u> |