

Cash Flow Statement

For the year ended 31 December 2005

	2005 HK\$	2004 HK\$
Cash flows from operating activities		
Loss for the year	(2,800,571)	(6,142,836)
Adjustments for:		
Depreciation	68,215	176,978
Impairment loss recognised on non-trading securities	–	2,578,000
Loss on disposals of fixed assets	16,461	–
Net unrealised holding losses from trading securities	–	2,255,375
Net unrealised holding losses from financial assets at fair value through profit and loss	479,010	–
Realised loss on disposals of financial assets at fair value through profit and loss	150,360	–
Changes in working capital:		
Sundry deposits, prepayments and other receivables	863,115	(275,135)
Sundry payables and accruals	121,295	(153,369)
Repayment of convertible loans receivable	6,000,000	5,000,000
Payments for purchase of trading securities	–	(927,235)
Payments for purchase of financial assets at fair value through profit and loss	(756,000)	–
Proceeds from disposals of available-for-sale investment	500,000	–
Proceeds from disposals of financial assets at fair value through profit and loss	655,140	–
Net cash generated from operating activities	5,297,025	2,511,778
Cash flows from investing activities		
Proceeds from disposals of fixed assets	24,000	–
Net cash generated from investing activities	24,000	–
Net increase in cash and cash equivalents	5,321,025	2,511,778
Cash and cash equivalents as at 1 January	5,351,924	2,840,146
Cash and cash equivalents as at 31 December		
Representing cash and bank balances	10,672,949	5,351,924