

Consolidated Cash Flow Statement

for the year ended 31st December, 2005

	Note	2005 HK\$	2004 HK\$
Operating activities			
Cash (used in) generated from operations	29	(134,068)	14,815,167
Interest paid		(1,003,972)	(3,679,972)
Hong Kong profits tax refunded		–	31,062
Net cash (used in) from operating activities		(1,138,040)	11,166,257
Investing activities			
Interest received		1,589,768	5,326,462
Dividend income from investment securities		–	750,000
Dividend income from available-for-sale financial assets		1,250,000	–
Advances to investee companies		(3,342,267)	(4,263,273)
Repayments from investee companies		13,877,769	2,600,000
Proceeds on sale of investment securities		–	8,300,000
Payments for investments in convertible notes		(3,204,878)	(899,037)
Purchase of property, plant and equipment		(10,684)	(533,993)
Purchase of investment securities		–	(4,805,060)
Loans to associates		–	(1,000,000)
Purchase of available-for-sale financial assets		(13,901,081)	–
Sales proceeds from disposal of available-for-sale financial assets		1,145,874	–
Net cash (used in) from investing activities		(2,595,499)	5,475,099
Financing activities			
Dividend paid		(2,921,194)	–
Repayments of convertible bonds		(7,400,000)	(7,000,000)
Repayments of instalment loans		(5,000,000)	(8,000,000)
Payments for share issue expenses		(262,625)	–
Proceeds from issue of shares		8,505,000	3,846
Net cash used in financing activities		(7,078,819)	(14,996,154)
Net (decrease) increase in cash and cash equivalents		(10,812,358)	1,645,202
Cash and cash equivalents at 1st January		15,923,448	14,278,246
Cash and cash equivalents at 31st December		5,111,090	15,923,448
Analysis of the balances of cash and cash equivalents:			
Bank balances and cash		5,111,090	15,923,448

The notes on pages 30 to 83 form an integral part of these financial statements.