

CONSOLIDATED CASH FLOW STATEMENT

Year ended 31 March 2006

	Notes	2006 HK\$'000	2005 HK\$'000 (Restated)
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit before tax		6,015	5,776
Adjustments for:			
Interest income	5	(4,224)	(1,883)
Fair value gains/(losses) on trading in equity investments at fair value through profit or loss/short term investments	5	418	(1,237)
Depreciation	6	289	189
Operating profit before working capital changes		2,498	2,845
Decrease/(increase) in trade receivables		2,920	(6,298)
Increase in prepayments, deposits and other receivables		(459)	(1,247)
Increase in equity investments at fair value through profit or loss/short term investments		(5,628)	(620)
Increase/(decrease) in trade payables		(2,899)	6,086
Increase in other payables and accruals		931	309
Cash generated from/(used in) operations		(2,637)	1,075
Interest received		4,224	1,883
Overseas tax paid		(1,824)	(301)
Net cash inflow/(outflow) from operating activities		(237)	2,657
CASH FLOWS FROM FINANCING ACTIVITIES			
New bank loan		—	12,300
Repayment of a bank loan		—	(12,300)
Net cash inflow from financing activities		—	—

CONSOLIDATED CASH FLOW STATEMENT (continued)

Year ended 31 March 2006

	Notes	2006 HK\$'000	2005 HK\$'000 (Restated)
CASH FLOWS FROM INVESTING ACTIVITIES			
Increase in pledged time deposits		(5,232)	–
Advance to a third party		–	(12,300)
Repayment of an advance to a third party		–	12,300
Purchases of items of property, plant and equipment	12	(190)	(1,134)
Net cash outflow from investing activities		(5,422)	(1,134)
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS			
Cash and cash equivalents at beginning of year		138,691	137,160
Effect of foreign exchange rate changes, net		(149)	8
CASH AND CASH EQUIVALENTS AT END OF YEAR		<u>132,883</u>	<u>138,691</u>
ANALYSIS OF BALANCES OF CASH AND CASH EQUIVALENTS			
Cash and bank balances	16	132,883	134,189
Time deposit with original maturity of less than three months when acquired, pledged as security for bank guarantees	16	–	4,502
		<u>132,883</u>	<u>138,691</u>