

Consolidated Cash Flow Statement

For the year ended 31 March 2006

	2006 HK\$'000	2005 HK\$'000
Cash flows from operating activities		
Profit/(Loss) before income tax	9,432	(13,863)
Adjustments for:		
Interest income	(4,022)	(275)
Loss on disposal of property, plant and equipment	8	297
Depreciation	2,313	4,042
Amortisation of other intangible assets	1,893	1,893
Provision for impairment of trade receivables	511	602
Bad debts written off	15	—
Long outstanding trade and other payables written back	(226)	(559)
Operating profit/(loss) before working capital changes	9,924	(7,863)
Decrease/(Increase) in other assets	5	(75)
Increase in trade receivables, short term loan receivables, prepayments, deposits and other receivables	(58,781)	(29,362)
Decrease in financial assets at fair value through profit or loss/short term investments	7,665	5,392
Increase in trust bank balances and trust time deposits held on behalf of customers	(105,942)	(10,359)
Increase in trade payables, other payables and accruals	141,267	25,453
Cash used in operations	(5,862)	(16,814)
Income tax paid	(356)	—
<i>Net cash used in operating activities</i>	(6,218)	(16,814)
Cash flows from investing activities		
Interest received	4,022	275
Purchase of property, plant and equipment	(1,402)	(3,088)
Proceeds from disposal of property, plant and equipment	6	4
Purchase of available-for-sale financial assets/long term investments	(970)	(1,947)
Proceeds from disposal of available-for-sale financial assets	587	—
<i>Net cash generated from/(used in) investing activities</i>	2,243	(4,756)
Cash flows from financing activities		
Exercise of share options	4,748	—
New borrowings	34,293	45,482
Repayment of short term bank loans	(40,500)	(19,927)
<i>Net cash (used in)/generated from financing activities</i>	(1,459)	25,555
Net (decrease)/ increase in cash and cash equivalents	(5,434)	3,985
Cash and cash equivalents at 1 April	26,918	22,933
Cash and cash equivalents at 31 March	21,484	26,918
Analysis of balances of cash and cash equivalents		
Cash and bank balances	17,798	21,316
Short term time deposits	3,686	5,602
	21,484	26,918