

## Consolidated Cash Flow Statement

For the year ended 31 December 2006

	Note	2006 HK\$	2005 HK\$
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Profit/(loss) before taxation			
Adjustments for:		<b>11,011,908</b>	(7,769,405)
Finance costs		—	33,854
Interest on bank deposits		<b>(4,282,230)</b>	(1,648,651)
Dividend income from investment securities and other investments/financial assets, listed		<b>(2,373,336)</b>	(2,360,289)
Loss on disposal of derivatives		—	8,360,670
Unrealized gain of financial assets		—	(920,902)
Gain on disposal of an investment	8	<b>(20,162,090)</b>	—
Impairment loss of goodwill on acquisition of a subsidiary		<b>999,688</b>	—
Provision for impairment loss		<b>23,553,701</b>	223,671
Share of profits of jointly controlled entities		—	(575,386)
Loss on disposal of a subsidiary		—	1,943,920
<b>OPERATING CASH FLOWS BEFORE MOVEMENTS IN WORKING CAPITAL</b>			
		<b>8,747,641</b>	(2,712,518)
Increase in amount due from associated companies		<b>(9,830,215)</b>	—
Decrease in financial assets at fair value through profit or loss		<b>18,431,295</b>	—
Decrease in other receivables		<b>46,465,743</b>	19,505,020
Decrease in amount due from Sinox Fund Management Limited		—	885,724
(Decrease)/Increase in other payables		<b>(10,137,900)</b>	1,420,381
(Decrease)/Increase in amount due to Sinox Fund Management Limited		<b>(203,292)</b>	346,437
<b>CASH GENERATED FROM OPERATIONS</b>			
		<b>53,473,272</b>	19,445,044
Hong Kong profits tax refund		<b>2,237</b>	—
<b>NET CASH INFLOWS FROM OPERATING ACTIVITIES</b>			
		<b>53,475,509</b>	19,445,044

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	Note	2006 HK\$	2005 HK\$
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Interest paid		—	(33,854)
Dividends received from investment securities and other investments/financial assets, listed		<b>2,373,336</b>	2,360,289
Interest on bank deposits		<b>4,282,230</b>	1,648,651
Acquisition of debt		—	(5,500,000)
Acquisition of financial assets at fair value through profit or loss		—	(70,163,340)
Acquisition of available-for-sale financial assets		<b>(69,954,043)</b>	(17,459,156)
Acquisition of an associated company		<b>(2,201,422)</b>	—
Acquisition of a subsidiary		<b>(1,000,000)</b>	—
Proceeds from disposal of an investment	8	<b>23,860,326</b>	—
Proceed from sale of financial assets at fair value through profit or loss		—	13,390,123
Proceed from redemption of financial assets at fair value through profit or loss		—	39,441,890
Disposal of a subsidiary		—	23,696,917
Deposits received from sale of available-for-sale financial assets		—	10,000,000
Deposits paid for acquisition of available-for-sale financial assets		—	(13,500,000)
<b>NET CASH OUTFLOWS FROM INVESTING ACTIVITIES</b>		<b>(42,639,573)</b>	(16,118,480)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Repayments of other borrowings		—	(5,460,000)
<b>NET CASH OUTFLOWS FROM FINANCING ACTIVITIES</b>		—	(5,460,000)

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For the year ended 31 December 2006

<i>Note</i>	<b>2006</b> <i>HK\$</i>	2005 <i>HK\$</i>
<b>NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS</b>	<b>10,835,936</b>	(2,133,436)
<b>CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR</b>	<b>65,496,175</b>	67,629,611
<b>CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR</b>	<b>76,332,111</b>	65,496,175
<b>ANALYSIS OF BALANCES OF CASH AND CASH EQUIVALENTS</b>		
Cash with brokers	<b>7,206,335</b>	1,279,521
Cash and bank balances	<b>69,125,776</b>	64,216,654
	<b>76,332,111</b>	65,496,175

The notes on pages 30 to 73 form an integral part of these financial statements.