

CONSOLIDATED CASH FLOW STATEMENT

for the year ended 31 December 2006

	Notes	2006 HK\$'000	2005 HK\$'000
Cash flow from operating activities			
Loss before income tax		(10,350)	(5,248)
Adjustments for:			
Depreciation		155	234
Finance costs		144	25
Loss on disposal of property, plant and equipment		—	62
Gain on disposal of subsidiaries		(463)	—
Impairment loss recognised in respect of available -for-sale financial assets		6,874	2,043
Operating loss before working capital changes		(3,640)	(2,884)
Decrease/(Increase) in financial assets at fair value through profit or loss		3,096	(3,096)
Decrease in prepayments, deposits paid and other receivables		14	1,977
Increase/(Decrease) in other payables		615	(2,093)
(Decrease)/Increase in amounts due to directors		(219)	295
<i>Cash used in operations</i>		(134)	(5,801)
Interest paid		(144)	(25)
<i>Net cash used in operating activities</i>		(278)	(5,826)
Cash flow from investing activities			
Acquisition of a subsidiary		—	3
Proceeds from sale of available-for-sale financial assets		—	500
Proceeds from disposal of subsidiaries, net of cash disposed	28(b)	(24)	—
Proceeds on assignment of a loan to a subsidiary	28(a)	1,570	—
Purchases of property, plant and equipment		—	(1,258)
Proceeds from disposal of property, plant and equipment		—	970
<i>Net cash generated from investing activities</i>		1,546	215
Cash flow from financing activities			
Net proceeds from issue of shares		5,074	4,689
Capital element of finance lease payments		—	(66)
Repayment of borrowings		(89)	—
Decrease in pledged deposit		—	1,000
<i>Net cash generated from financing activities</i>		4,985	5,623
Net increase in cash and cash equivalents		6,253	12
Cash and cash equivalents at 1 January		52	40
Cash and cash equivalents at 31 December		6,305	52