

Consolidated Cash Flow Statement

Year ended 31 December 2006

	2006 HK\$'000	2005 HK\$'000
OPERATING ACTIVITIES		
Profit/(loss) before taxation		
– Continuing operations	50,480	(105,409)
– Discontinued operations	11,133	(43,614)
	61,613	(149,023)
Adjustments for :		
Finance costs	1,246	1,977
Bank interest income	(414)	(23)
Dividend income	(3)	(160)
Loss on disposal of property, plant and equipment	1,733	8
Gain on disposal of investment properties	(39,710)	(6,074)
Gain on disposal of subsidiaries	(11,160)	(2,804)
Depreciation on owned assets	818	2,115
Fair value gains on investment properties	(883)	(280)
Negative goodwill arising from acquisition of subsidiaries	(6,613)	–
Impairment loss on goodwill	–	109,319
Impairment loss on trade and other receivables	2,267	12,027
(Gain)/loss on deconsolidation of subsidiaries	(11,716)	16,061
Impairment loss on other financial assets	–	800
Loss on disposal of listed securities	–	525
Gain on disposal of listed securities	(227)	(188)
Fair value gains on listed securities	–	(535)
Operating loss before working capital changes	(3,049)	(16,255)
Decrease in inventories	103	403
Decrease/(increase) in trade receivables	188	(1,698)
Decrease/(increase) in prepayments, deposits, and other receivables	1,565	(7,638)
Increase/(decrease) in trade payables	2,552	(4,774)
Increase in accrued liabilities and other payables	2,682	12,484
Cash generated from/(used in) operations	4,041	(17,478)
Hong Kong Profits Tax paid	(32)	(372)
Net cash generated from/(used in) operating activities	4,009	(17,850)

Consolidated Cash Flow Statement

Year ended 31 December 2006

	Notes	2006 HK\$'000	2005 HK\$'000
Net cash generated from/(used in) operating activities – page 27		4,009	(17,850)
INVESTING ACTIVITIES			
Interest received		414	23
Dividend received		3	160
Purchases of property, plant and equipment		(11,343)	(196)
Proceeds from disposal of property, plant and equipment		1,050	–
Proceeds from disposal of investment properties		159,710	37,578
Increase in equity holding of a subsidiary		(176)	–
Payment for acquisition of subsidiaries	34(a)	(99,545)	(535)
Proceeds of disposal of subsidiaries	34(b)&(c)	(2)	6,802
Deconsolidation of subsidiaries	34(d)	1,566	3,334
Purchases of listed securities		–	(227)
Proceeds from disposal of available-for-sale equity investment		–	5,011
Proceeds from disposal of listed securities		986	3,923
Net cash generated from investing activities		52,663	55,873
FINANCING ACTIVITIES			
Proceeds from issue of shares		27,204	7,580
Share issue expenses		(1,212)	–
Net repayment of bank and other borrowings		–	(20,747)
Decrease in trust receipt loans		–	(10,925)
Increase in amounts due to minority shareholders		560	–
Interest paid		(1,130)	(1,914)
Interest element on finance leases payments		(116)	(63)
Capital element of finance lease payments		(965)	(1,096)
Net cash generated from/(used in) financing activities		24,341	(27,165)
INCREASE IN CASH AND CASH EQUIVALENTS			
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR		40,164	29,306
CASH AND CASH EQUIVALENTS AT END OF YEAR		121,177	40,164
ANALYSIS OF BALANCES OF CASH AND CASH EQUIVALENTS			
	24	121,177	40,164