

Consolidated Cash Flow Statement

For the year ended 31st January, 2007

	2007 HK\$	2006 HK\$
OPERATING ACTIVITIES		
Profit (loss) before taxation	25,957,246	(767,078)
Adjustments for:		
Depreciation of property, plant and equipment	3,765	266
Loss on disposal of an investment property	–	6,826
Interest income	(693,501)	(1,101)
Finance costs	989,493	167,071
Share of results of associates	(4,408,514)	43,960
Gain on disposal of associates	(35,397,566)	–
Increase in fair value of investment properties	(3,679,040)	–
Loss on early repayment of loan from a director	2,328,504	–
Allowance for bad and doubtful debts	661,217	–
Impairment loss recognised in respect of goodwill arising on acquisition of a subsidiary	11,253,191	–
Operating cash flows before movements in working capital	(2,985,205)	(550,056)
Decrease in properties held for resale	–	41,700,000
Decrease in trade and sundry receivables and prepayments	1,120,223	64,443
Increase (decrease) in sundry payables, deposit received and accruals	274,610	(1,644)
Increase in amount due to a director	70,209	–
NET CASH (USED IN) FROM OPERATING ACTIVITIES	(1,520,163)	41,212,743

Consolidated Cash Flow Statement (continued)

For the year ended 31st January, 2007

	NOTES	2007 HK\$	2006 HK\$
INVESTING ACTIVITIES			
Net proceeds on disposal of an investment property		-	4,793,174
Repayment from an associate		65,254	243,046
Interest received		693,501	1,101
Proceeds on disposal of associates and advances to associates	8	54,763,160	-
Acquisition of subsidiaries	25	(40,850,090)	-
NET CASH FROM INVESTING ACTIVITIES		14,671,825	5,037,321
FINANCING ACTIVITIES			
Repayments of bank loans		-	(3,112,467)
Interest paid		-	(167,071)
New shareholder's loan raised		-	863,766
Repayment of shareholder's loan		(1,368,974)	-
Repayment of loan from a director		(24,906,925)	-
Increase in amount due to an associate		-	15,599
NET CASH USED IN FINANCING ACTIVITIES		(26,275,899)	(2,400,173)
NET (DECREASE) INCREASE IN CASH AND CASH EQUIVALENTS		(13,124,237)	43,849,891
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE YEAR		43,853,152	3,261
EFFECT OF FOREIGN EXCHANGE RATE CHANGES		49,062	-
CASH AND CASH EQUIVALENTS AT END OF THE YEAR, REPRESENTED BY Bank balances and cash		30,777,977	43,853,152