

Consolidated Cash Flow Statement

For the year ended 31 December 2003

ANNUAL REPORT 2003

	<i>Note</i>	2003 HK\$'000	2002 HK\$'000
Cash flows from operating activities			
Cash generated from operations	26(a)	82,573	20,540
Hong Kong profits tax paid		–	(15)
China mainland taxation paid		(842)	(637)
Net cash from operating activities		81,731	19,888
Cash flows from investing activities			
Amounts paid for registration of certain patents		(641)	(505)
Payments for development costs		(192)	–
Purchase of fixed assets		(64,471)	(70,504)
Government grants and subsidies received		952	594
Proceeds from sale of fixed assets		214	613
Purchase of additional equity interest in a subsidiary	26(d)	(19,014)	–
Purchase of investment securities		(5,616)	(3,900)
Proceeds from disposal of investment securities		3,905	–
Purchase of other investments		(151)	(94)
Proceeds from disposal of other investment		99	–
Interest received		633	348
Increase in pledged bank balances		(1,675)	(48)
Net cash used in investing activities		(85,957)	(73,496)
Cash flows from financing activities			
Issue of shares by placement	26(b)	–	108,000
Share issue expenses		–	(22,142)
Issue of shares on exercise of share options		3,168	–
Dividends paid		(4,129)	(3,796)
Draw down of short-term bank loans repayable more than three months from date of advance		75,637	50,000
Repayment of short-term bank loans repayable more than three months from date of advance		(50,000)	(18,585)
(Repayment)/draw down of trust receipt loans		(3,715)	1,266
Repayment of other loans		(1,887)	(1,921)
Draw down of long-term bank loans		15,600	–
Repayment of long-term bank loans		(13,175)	(1,924)
Capital element of finance lease rental payments		–	(275)
Interest element of finance lease rental payments		–	(67)
Finance costs paid		(5,603)	(5,011)
Capital contribution from a minority shareholder of a subsidiary		–	1,557
Dividend paid to the former minority shareholder of a subsidiary		(5,276)	–
Net cash from financing activities		10,620	107,102
Effect of foreign exchange rate changes		(2,265)	(181)
Net increase in cash and cash equivalents		4,129	53,313
Cash and cash equivalents at 1 January		57,976	4,663
Cash and cash equivalents at 31 December	26(e)	62,105	57,976