

CONSOLIDATED CASH FLOW STATEMENT

Annual Report 2004

For the year ended 31 March 2004

(Expressed in Hong Kong dollars)

	Note	2004		2003	
		\$'000	\$'000	\$'000	\$'000
Operating activities					
Profit from ordinary activities before taxation		129,435		113,749	
Adjustments for:					
- Depreciation of fixed assets		33,762		27,764	
- Amortisation of permanent textile quota		1,296		3,989	
- Interest income		(622)		(1,349)	
- Interest expense		10,600		12,755	
- Interest element of finance lease rentals paid		892		1,081	
Operating profit before changes in working capital		175,363		157,989	
Increase in inventories		(15,292)		(22,060)	
Increase in trade and other receivables		(108,416)		(15,238)	
Increase in trade and other payables		4,134		655	
Increase in provision for long service payment		-		600	
Cash generated from operations		55,789		121,946	
Tax paid					
- Hong Kong Profits Tax paid		(3,281)		(7,198)	
- Overseas tax paid		(604)		-	
Net cash from operating activities			51,904		114,748
Investing activities					
Withdrawal/(placement) of pledged bank deposits		44,220		(2,582)	
Payment for purchase of fixed assets		(60,866)		(32,712)	
Payment for purchase of investment securities		(15,000)		(300)	
Payment of refundable acquisition deposit	19	(58,804)		-	
Decrease in amount due from related company		-		63,797	
Cash inflow from disposal of subsidiaries	32	1,550		-	
Interest received		622		1,349	
Net cash (used in)/generated from investing activities			(88,278)		29,552

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For the year ended 31 March 2004

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	Note	2004		2003	
		\$'000	\$'000	\$'000	\$'000
Financing activities					
Capital element of finance lease rentals paid		(14,077)		(12,351)	
Net increase/(decrease) in trust receipt loans and export loans		17,176		(65,258)	
Proceeds from new term loans		377,462		7,459	
Repayment of term loans and mortgaged property loan		(31,774)		(30,650)	
Decrease in amounts due to shareholders		-		(44,284)	
Interest element of finance lease rentals paid		(892)		(1,081)	
Interest paid		(10,600)		(12,755)	
Issue of shares for cash consideration		6,236		98,280	
Net proceeds from issue of convertible bonds		30,009		29,704	
Dividends paid		(40,023)		(18,924)	
Net cash generated from/ (used in) financing activities			333,517		(49,860)
Net increase in cash and cash equivalents			297,143		94,440
Cash and cash equivalents at 1 April			66,468		(27,972)
Cash and cash equivalents at 31 March	21		363,611		66,468

The notes on pages 31 to 74 form part of these financial statements.