

# Consolidated Cash Flow Statement

FOR THE YEAR ENDED 31ST MARCH, 2005

	2005 HK\$'000	2004 HK\$'000
<b>OPERATING ACTIVITIES</b>		
Profit before taxation	4,103	24,420
<b>Adjustments for:</b>		
Share of result of an associate	826	77
Interest income	(269)	(2,523)
Interest expenses	1	22
Depreciation	4,681	4,803
Net realised and unrealised holding loss (gain) on other investments	8,271	(6,595)
Impairment loss on investment securities	560	–
Loss on disposal of property, plant and equipment	450	58
Surplus on revaluation of properties for own use	(2,293)	(828)
Operating cash flows before movements in working capital	16,330	19,434
Decrease (increase) in inventories	11,948	(8,652)
Decrease in debtors, deposits and prepayments	6,260	36,564
(Increase) decrease in amounts due from customers for contract work	(501)	806
Decrease (increase) in investments in securities	33,683	(47,316)
Decrease in bills payable	(1,026)	(365)
Decrease in creditors, deposits and accruals	(6,720)	(713)
Decrease in amounts due to customers for contract work	(1,123)	(3,208)
Increase (decrease) in deferred service income	2,085	(869)
Exchange difference	(394)	(6,323)
Cash from (used in) operations	60,542	(10,642)
Profits tax paid	(1,184)	(3,646)
Profits tax refunded	237	809
Interest paid	(1)	(22)
<b>NET CASH FROM (USED IN) OPERATING ACTIVITIES</b>	<b>59,594</b>	<b>(13,501)</b>
<b>INVESTING ACTIVITIES</b>		
Interest received	269	2,523
Repayment from an associate	1,034	331
Purchase of property, plant and equipment	(6,063)	(6,195)
Proceeds from disposal of property, plant and equipment	1,600	1,572
Withdrawal (placing) of fixed deposit	7,800	(7,800)
Disposal of an associate	–	6,971
<b>NET CASH FROM (USED IN) INVESTING ACTIVITIES</b>	<b>4,640</b>	<b>(2,598)</b>
<b>FINANCING ACTIVITIES</b>		
Dividends paid	(6,855)	(3,427)
Net advance to ultimate holding company	(466)	(6,535)
<b>NET CASH USED IN FINANCING ACTIVITIES</b>	<b>(7,321)</b>	<b>(9,962)</b>
Net increase (decrease) in cash and cash equivalents	56,913	(26,061)
Cash and cash equivalents at beginning of the year	124,335	148,960
Effect of changes in foreign exchange rates	82	1,436
Cash and cash equivalents at end of the year	<b>181,330</b>	<b>124,335</b>
Analysis of the balance of cash and cash equivalents		
Bank balances and cash equivalents	181,451	124,486
Bank overdrafts	(121)	(151)
	<b>181,330</b>	<b>124,335</b>