

## CONSOLIDATED CASH FLOW STATEMENT

*For the year ended 31st March, 2002*

*(Expressed in Hong Kong dollars)*

	Note	2002		2001	
		\$'000	\$'000	\$'000	\$'000
<b>Net cash inflow from operating activities</b>	(a)		<b>39,828</b>		43,969
<b>Returns on investments and servicing of finance</b>					
Interest received		736		1,736	
Interest paid		(17,346)		(23,935)	
Dividends from associates		15,569		3,713	
Dividend income from unlisted equity securities		358		342	
Dividends paid		<u>(16,830)</u>		<u>(18,342)</u>	
<b>Net cash outflow from returns on investments and servicing of finance</b>			<b>(17,513)</b>		(36,486)
<b>Taxation</b>					
Hong Kong profits tax paid, net of refund		(11,061)		(1,859)	
Overseas tax paid, net of refund		<u>(2,447)</u>		<u>(98)</u>	
<b>Tax paid</b>			<b>(13,508)</b>		(1,957)
<b>Investing activities</b>					
Payments for purchase of fixed assets		(32,194)		(45,785)	
Proceeds from sales of fixed assets		6,797		1,881	
Payments for construction in progress		(2,593)		–	
Purchase of permanent quota		–		(163)	
Proceeds from sales of non-trading securities		–		120	
Purchase of other investments		(489)		–	
Payment for purchase of subsidiary and associate		(37,390)		–	
Withdrawal of deposits with banks		<u>–</u>		<u>11,966</u>	
<b>Net cash outflow from investing activities</b>			<b>(65,869)</b>		(31,981)
<b>Net cash outflow before financing</b>			<b>(57,062)</b>		(26,455)
<b>Financing</b>					
Repayment of bank loans	(b)	(19,907)		(84,676)	
New bank loans	(b)	96,129		33,002	
Nominal value of shares repurchased	(b)	(203)		(235)	
Premium paid on repurchase of shares		(361)		(354)	
Repayment of loans to company controlled by directors	(b)	(17,639)		–	
Capital contribution from minority shareholder		<u>4,212</u>		<u>–</u>	
<b>Net cash inflow/(outflow) from financing</b>			<b>62,231</b>		(52,263)
<b>Increase/(decrease) in cash and cash equivalents</b>			<b>5,169</b>		(78,718)
<b>Cash and cash equivalents at 1st April</b>			<b>7,495</b>		86,213
<b>Effect of foreign exchange rate changes</b>			<b>53</b>		–
<b>Cash and cash equivalents at 31st March</b>			<b><u>12,717</u></b>		<b><u>7,495</u></b>

## Consolidated Cash Flow Statement *(Continued)*

*For the year ended 31st March, 2002*

*(Expressed in Hong Kong dollars)*

	2002 \$'000	2001 \$'000
<b>Analysis of the balances of cash and cash equivalents</b>		
Cash at bank and in hand	33,743	28,977
Deposits with banks maturing within three months of the balance sheet date	16,129	–
Bank loans and overdrafts repayable within three months from the date of the advance	(37,155)	(21,482)
	<b>12,717</b>	<b>7,495</b>

### NOTES TO THE CONSOLIDATED CASH FLOW STATEMENT

**(a) Reconciliation of profit from ordinary activities before taxation to net cash inflow from operating activities**

	2002 \$'000	2001 \$'000
Profit from ordinary activities before taxation	41,921	67,476
Share of profits less losses of associates	(20,950)	(23,623)
Depreciation	22,714	28,333
Impairment losses on land and buildings (reversed)/made	(2,242)	6,377
Impairment losses on investment securities	172	–
(Gain)/loss on disposal of fixed assets	(4,873)	347
Net realised losses on disposal of non-trading securities	–	110
Amortisation of positive goodwill	1,039	–
Amortisation of permanent quota	659	1,669
Decrease/(increase) in inventories	22,162	(17,468)
Decrease/(increase) in debtors, deposits and prepayments	28,246	(41,213)
Decrease/(increase) in bills receivable	24,442	(16,620)
Increase in amounts due from related companies	(3,765)	(463)
(Increase)/decrease in amounts due from associates	(21,656)	5,875
Decrease in bills payable and trust receipt loans	(43,814)	(8,463)
(Decrease)/increase in creditors and accrued charges	(15,883)	21,735
Decrease in amounts due to related companies	(16)	(283)
Decrease in amounts due to associates	(5,991)	(2,708)
Provision for long service payments	690	12
Long services payments made	(1,204)	(1,020)
Interest expenses	17,346	23,935
Interest income	(736)	(1,736)
Dividend income from unlisted equity securities	(358)	(342)
Foreign exchange	1,925	2,039
	<b>39,828</b>	<b>43,969</b>

---

**Consolidated Cash Flow Statement** *(Continued)*

---

*For the year ended 31st March, 2002*

*(Expressed in Hong Kong dollars)*

**NOTES TO THE CONSOLIDATED CASH FLOW STATEMENT** *(Continued)***(b) Analysis of changes in financing during the year**

	<b>Share capital and share premium</b> \$'000	<b>Bank loans</b> \$'000	<b>Loans from company controlled by directors</b> \$'000
Balance at 1st April, 2000	84,245	104,074	17,639
New bank loans	–	33,002	–
Repayment of bank loans	–	(84,676)	–
Repurchase of shares	(188)	–	–
	<hr/>	<hr/>	<hr/>
Balance at 31st March, 2001	<u>84,057</u>	<u>52,400</u>	<u>17,639</u>
Balance at 1st April, 2001	84,057	52,400	17,639
New bank loans	–	96,129	–
Repayment of bank loans	–	(19,907)	–
Repurchase of shares	(203)	–	–
Repayment of loans from company controlled by certain directors	–	–	(17,639)
	<hr/>	<hr/>	<hr/>
<b>Balance at 31st March, 2002</b>	<b><u>83,854</u></b>	<b><u>128,622</u></b>	<b><u>–</u></b>