

CONSOLIDATED CASH FLOW STATEMENT

	Three months ended 31st July	
	2002 HK\$'000 (Unaudited)	2001 HK\$'000 (Unaudited)
Cash flows from operating activities		
Profit before taxation	3,938	6,577
Interest income	(125)	(438)
Interest expense	4,953	6,769
Depreciation of property, plant and equipment	14,492	10,599
Amortisation of intangible asset	267	267
Net loss on disposal of property, plant and equipment	87	1
Share of profits less losses of jointly controlled entities	18	–
Increase in inventories	(7,081)	(14,802)
Increase in trade receivables	(25,050)	(4,812)
Increase in prepayments, deposits and other current assets	(920)	(2,533)
Increase in trade payables	5,098	6,484
Increase (Decrease) in bills payable	3,470	(10,266)
Increase in accruals and other payables	4,136	271
Hong Kong profits tax refunded	–	5
Mainland China enterprise income tax paid	(297)	(179)
	2,986	(2,057)
Cash flows from investing activities		
Additions to property, plant and equipment	(832)	(18,592)
Proceeds from disposal of property, plant and equipment	85	–
Increase in pledged bank deposits	(100)	(415)
Interest received	125	438
	(722)	(18,569)
Cash flows from financing activities		
Interest paid	(4,953)	(6,769)
New long-term bank loans	–	18,734
Repayment of long-term bank loans	(11,175)	(5,474)
Repayment of capital element of finance lease obligations	(4,325)	(10,673)
	(20,453)	(4,182)
Translation adjustments	(350)	(11)
Decrease in cash and cash equivalents	(18,539)	(24,819)
Cash and cash equivalents, beginning of period	(79,443)	(80,476)
Cash and cash equivalents, end of period	(97,982)	(105,295)