



• CONSOLIDATED CASH FLOW STATEMENT •

| | Six months ended 31st October | |
|---|----------------------------------|---------------------------------|
| | 2002 HK\$'000 (Unaudited) | 2001 HK\$'000 (Unaudited) |
| Cash flows from operating activities | | |
| Profit before taxation | 6,334 | 12,176 |
| Interest income | (235) | (759) |
| Interest expense | 9,430 | 12,923 |
| Depreciation of property, plant and equipment | 32,432 | 22,565 |
| Amortisation of intangible asset | 534 | 533 |
| Net loss on disposal of property, plant and equipment | 173 | - |
| Share of profits less losses of jointly controlled entities | 35 | (16) |
| Increase in inventories | (12,486) | (15,952) |
| Increase in trade receivables | (32,389) | (10,270) |
| Increase in prepayments, deposits and other current assets | (4,171) | (4,638) |
| (Decrease) Increase in trade payables | (860) | 13,051 |
| Increase (Decrease) in bills payable | 1,424 | (5,751) |
| Increase in accruals and other payables | 9,819 | 2,752 |
| Hong Kong profits tax paid | (23) | - |
| Hong Kong profits tax refunded | 68 | 5 |
| Mainland China enterprise income tax paid | (400) | (250) |
| | 9,685 | 26,369 |
| Cash flows from investing activities | | |
| Additions to property, plant and equipment | (5,663) | (43,523) |
| Proceeds from disposal of property, plant and equipment | 162 | - |
| Acquisition of additional interest in a subsidiary | - | (5) |
| Acquisition of a subsidiary | 220 | - |
| Increase in pledged bank deposits | (214) | (3,033) |
| Interest received | 235 | 759 |
| | (5,260) | (45,802) |
| Cash flows from financing activities | | |
| Dividends paid to shareholders | - | (1,534) |
| Interest paid | (9,430) | (12,923) |
| Proceeds from issue of shares | - | 14,620 |
| Share issue expense | (3) | (168) |
| New long-term bank loans | 7,000 | 30,789 |
| Repayment of long-term bank loans | (22,561) | (12,180) |
| Repayment of capital element of finance lease obligations | (7,821) | (19,675) |
| | (32,815) | (1,071) |
| Translation adjustments | 2,443 | 39 |
| Decrease in cash and cash equivalents | (25,947) | (20,465) |
| Cash and cash equivalents, beginning of period | (79,443) | (80,476) |
| Cash and cash equivalents, end of period | (105,390) | (100,941) |