

# Consolidated Cash Flow Statement

For the year ended 31st December, 2002

NOTES	2002 HK\$'000	2001 HK\$'000
<b>Operating activities</b>		
Profit from operations	<b>117,904</b>	110,337
Adjustments for:		
Depreciation and amortisation of property, plant and equipment	<b>46,147</b>	45,489
Amortisation of goodwill	<b>255</b>	–
Gain on disposal of other investment	<b>(200)</b>	–
Gain on disposal of subsidiaries	<b>(1,647)</b>	–
Loss on disposal of property, plant and equipment	<b>1,121</b>	809
Unrealised holding loss on other investment	<b>380</b>	–
Impairment loss on goodwill	–	2,665
Interest income	<b>(2,017)</b>	(4,729)
Dividend income from other investment	<b>(66)</b>	(70)
Operating cash flows before movements in working capital	<b>161,877</b>	154,501
Decrease in inventories	<b>13,990</b>	10,376
Increase in debtors, deposits and prepayments	<b>(40,068)</b>	(6,503)
Increase (decrease) in creditors and accrued charges	<b>11,428</b>	(24,574)
Effect on foreign exchange rate changes	<b>(43)</b>	88
Cash generated from operations	<b>147,184</b>	133,888
Hong Kong Profits Tax paid	<b>(13,749)</b>	(7,258)
Interest paid	<b>(109)</b>	(423)
Interest received	<b>2,017</b>	4,729
<b>Net cash from operating activities</b>	<b>135,343</b>	130,936
<b>Investing activities</b>		
Purchase of property, plant and equipment	<b>(49,012)</b>	(57,515)
Purchase of other investment	<b>(4,140)</b>	(4,580)
Acquisition of additional interests in subsidiaries	<b>(4,680)</b>	(296)
Acquisition of a subsidiary	–	(242)
(Increase) decrease in pledged bank deposits	<b>(1,914)</b>	2,312
Proceeds from disposal of other investment	<b>4,780</b>	–
Proceeds from disposal of property, plant and equipment	<b>741</b>	316
Disposal of subsidiaries	<b>445</b>	–
Dividend received from other investment	<b>66</b>	70
<b>Net cash used in investing activities</b>	<b>(53,714)</b>	(59,935)

# Consolidated Cash Flow Statement

For the year ended 31st December, 2002

	<b>2002</b>	2001
	<b>HK\$'000</b>	HK\$'000
<b>Financing activities</b>		
Dividends paid	<b>(59,709)</b>	(52,793)
Shares issue expenses paid	<b>(240)</b>	–
Proceeds from issue of shares	<b>33,615</b>	2,473
New bank borrowing raised	<b>1,540</b>	–
Repayment of bank loans	–	(3,738)
Dividends paid to minority shareholders of a subsidiary	–	(1,390)
<b>Net cash used in financing activities</b>	<b>(24,794)</b>	(55,448)
<b>Net increase in cash and cash equivalents</b>	<b>56,835</b>	15,553
<b>Cash and cash equivalents at the beginning of the year</b>	<b>147,934</b>	132,381
<b>Cash and cash equivalents at the end of the year</b>	<b>204,769</b>	147,934
Being:		
Bank balances and cash	<b>204,769</b>	147,934