

Consolidated Cash Flow Statement

Year ended 31 December 2002

Note	2002 HK\$'000	2001 HK\$'000
Cash flows from operating activities		
Profit before taxation	14,089	17,377
Adjustments for:		
Depreciation and amortisation on property, plant and equipment	8,016	7,760
Amortisation of goodwill	269	90
Write off of inventories	878	3,745
Bad debts written off	221	100
Deficits on revaluation		
– investment properties	257	–
– leasehold land and buildings	407	–
Write off of property, plant and equipment	128	1,429
Unrealised holding gains on short term investments	(711)	(1,238)
Interest expenses	2,235	2,431
Interest income	(226)	(865)
Operating profit before working capital changes	25,563	30,829
Decrease/(Increase) in inventories	1,867	(1,050)
Decrease in trade and bills receivables	9,653	313
(Increase)/Decrease in other receivables	(2,359)	1,089
Increase in amount due from an associate	(2,213)	–
Increase/(Decrease) in trust receipt loans (secured)	2,057	(264)
(Decrease)/Increase in trade and bills payables	(3,797)	3,893
(Decrease)/Increase in other payables and accruals	(4,617)	6,460
Cash generated from operations	26,154	41,270
Interest paid	(2,182)	(2,415)
Interest element of finance lease rental payments	(53)	(16)
Income taxes refunded/(paid)	1,327	(3,671)
<i>Net cash from operating activities</i>	25,246	35,168

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Year ended 31 December 2002

	Note	2002 HK\$'000	2001 HK\$'000
Cash flows from investing activities			
Purchase of property, plant and equipment		(12,206)	(28,292)
Contribution of share capital from minority shareholder		1	–
Purchase of short term investments		–	(8,141)
Interest received		226	865
Payments to acquire subsidiaries (net of cash and bank balances acquired)	27(b)	–	(10,490)
<i>Net cash used in investing activities</i>		(11,979)	(46,058)
Cash flows from financing activities			
Proceeds from issuance of shares		350	55,201
Payment of share issue expenses		–	(12,305)
New bank loans		39,420	–
Repayment of bank loans		(39,980)	(9,263)
Payment of finance lease payables		(240)	(254)
Dividends paid		(17,626)	(5,500)
<i>Net cash (used in)/from financing activities</i>		(18,076)	27,879
Net (decrease)/increase in cash and bank balances		(4,809)	16,989
Cash and bank balances at 1 January		42,699	25,710
Cash and bank balances at 31 December		37,890	42,699