

Consolidated Cash Flow Statement

For the year ended 31st December, 2002

	2002 HK\$'000	2001 HK\$'000
OPERATING ACTIVITIES		
Profit from operations	33,201	33,335
Adjustments for:		
Depreciation of property, plant and equipment	14,020	14,795
Unrealised losses on trading securities	1,432	5,209
Loss on disposal of property, plant and equipment	509	283
Deficit on revaluation of investment properties	300	400
Amortisation of goodwill	107	107
(Gain) loss on disposal of trading securities	(1,469)	663
Interest income	(1,620)	(2,076)
Gain on redemption of other securities	(255)	–
Dividend income from trading and other securities	(200)	(255)
Negative goodwill released to income	–	(3)
Impairment loss recognised in respect of other securities	–	38
	<hr/>	<hr/>
Operating cash flows before movements in working capital	46,025	52,496
(Increase) decrease in inventories	(5,514)	11,976
Decrease in trade and other receivables	16,872	1,838
Increase (decrease) in trade and other payables	5,943	(4,019)
Decrease (increase) in amount due from a minority shareholder of a subsidiary	2	(521)
Decrease in bills payables	–	(327)
	<hr/>	<hr/>
Cash generated from operations	63,328	61,443
Hong Kong Profits Tax paid	(3,793)	(2,757)
Interest paid	(156)	(896)
Hong Kong Profits Tax refunded	804	–
	<hr/>	<hr/>
NET CASH FROM OPERATING ACTIVITIES	60,183	57,790
	<hr/>	<hr/>
INVESTING ACTIVITIES		
Purchase of trading securities	(65,278)	(153,638)
Purchase of property, plant and equipment	(15,796)	(7,427)
Purchase of other securities	(3,810)	(4,024)
Proceeds on disposal of trading securities	70,576	143,347
Proceeds on redemption of other securities	2,275	–
Interest received	1,620	2,076
Dividend received from trading and other securities	200	255
Proceeds on disposal of property, plant and equipment	4	213
Acquisition of additional interests in a subsidiary	–	(250)
	<hr/>	<hr/>
NET CASH USED IN INVESTING ACTIVITIES	(10,209)	(19,448)
	<hr/>	<hr/>

Consolidated Cash Flow Statement

(Cont'd)

For the year ended 31st December, 2002

	2002 <i>HK\$'000</i>	2001 <i>HK\$'000</i>
FINANCING		
Dividends paid	(15,477)	(17,020)
Payment for repurchase of shares	(7,850)	(2,151)
Dividend paid to minority shareholders	(600)	(743)
Capital contributed by minority shareholders	200	–
	<hr/>	<hr/>
NET CASH USED IN FINANCING	(23,727)	(19,914)
	<hr/>	<hr/>
NET INCREASE IN CASH AND CASH EQUIVALENTS	26,247	18,428
	<hr/>	<hr/>
CASH AND CASH EQUIVALENTS BROUGHT FORWARD	47,213	28,785
	<hr/>	<hr/>
Effect of foreign exchange rate change	22	–
	<hr/>	<hr/>
CASH AND CASH EQUIVALENTS CARRIED FORWARD, representing bank balances and cash	73,482	47,213
	<hr/> <hr/>	<hr/> <hr/>

