

Consolidated Cash Flow Statement

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For the year ended 31st December, 2002

	2002	2001
	HK\$'000	HK\$'000 (restated)
OPERATING ACTIVITIES		
Profit from operating activities before taxation	47,633	60,179
Adjustments for:		
Depreciation and amortisation of property, plant and equipment	45,899	37,090
Loss (gain) on disposal of property, plant and equipment	26	(533)
Impairment loss on investment securities	472	–
Interest income	(686)	(1,391)
Interest expense	11,630	11,336
Operating cash flows before movements in working capital	104,974	106,681
Increase in inventories	(21,277)	(55,323)
Increase in trade and other receivables	(51,978)	(39,047)
Decrease in amount due from ultimate holding company	–	14
(Decrease) increase in trade and other payables	(31,685)	44,946
Decrease in bills payable	(4,343)	(859)
(Decrease) increase in amounts due to minority shareholders of subsidiaries	(730)	1,728
Cash (used in) generated from operations	(5,039)	58,140
Hong Kong Profit Tax paid	(53)	–
People's Republic of China ("PRC") enterprise income tax paid	(1,473)	(6,326)
NET CASH FROM OPERATING ACTIVITIES	(6,565)	51,814
INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(26,920)	(46,100)
Increase in pledged bank deposits	(5,987)	(3,819)
Interest received	686	1,391
Proceeds from disposal of property, plant and equipment	–	533
NET CASH USED IN INVESTING ACTIVITIES	(32,221)	(47,995)

For the year ended 31st December, 2002

	2002	2001
	HK\$'000	HK\$'000 (restated)
FINANCING ACTIVITIES		
Bank borrowings raised	187,267	42,937
Repayment of borrowings	(110,502)	(42,669)
Dividends paid to minority shareholders of subsidiaries	(20,847)	(5,293)
Interest paid	(11,630)	(11,336)
Dividends paid	(8,237)	(6,864)
Net repayment to a director	(2,366)	–
NET CASH FROM (USED IN) FINANCING ACTIVITIES	33,685	(23,225)
NET DECREASE IN CASH AND CASH EQUIVALENTS	(5,101)	(19,406)
CASH AND CASH EQUIVALENTS BROUGHT FORWARD	27,376	46,782
CASH AND CASH EQUIVALENTS CARRIED FORWARD	22,275	27,376
ANALYSIS OF THE BALANCE OF CASH AND CASH EQUIVALENTS		
Cash and cash equivalents as previously reported		(19,058)
Effect of reclassification of trust receipt and import loans		46,434
Cash and cash equivalent as restated		27,376
Being:		
Bank balances and cash	22,287	27,527
Bank overdraft	(12)	(151)
	22,275	27,376