

CONSOLIDATED CASH FLOW STATEMENT

FOR THE YEAR ENDED MARCH 31, 2003

	2003	2002
	HK\$'m	HK\$'m
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	212.0	217.1
Adjustments for:		
Interest income	(20.3)	(15.0)
Interest expense	3.4	1.5
Share of results of an associate	(3.3)	(4.1)
Amortisation of intangible assets	33.3	23.6
Amortisation of goodwill	0.1	–
Depreciation and amortisation of property, plant and equipment	68.6	60.6
Write off of development costs	6.9	4.6
Loss on disposal of property, plant and equipment	16.1	5.8
Deficit arising on revaluation of investment properties	0.2	–
Gain on deemed disposal arising from dilution of interest in a subsidiary	–	(0.5)
Operating profit before working capital changes	317.0	293.6
Decrease in inventories	0.7	135.4
(Increase) decrease in trade and other receivables	(22.4)	64.0
Increase (decrease) in trade and other payables	42.4	(40.7)
Effect of foreign exchange rate changes in intercompany balances	(48.6)	(5.4)
Net cash from operations	289.1	446.9
Interest paid	(3.4)	(1.5)
Hong Kong Profits Tax paid	(19.7)	(19.9)
Tax paid in other jurisdictions	(5.4)	(7.0)
NET CASH FROM OPERATING ACTIVITIES	260.6	418.5
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest received	20.3	15.0
Proceeds from disposal of property, plant and equipment	2.7	7.6
Dividend received from an associate	1.4	2.0
Acquisition of additional interest in a subsidiary	(103.1)	–
Increase in bank deposits	(97.5)	(108.4)
Development costs incurred	(52.9)	(45.6)
Acquisition of property, plant and equipment	(44.3)	(43.9)
Repurchase by a subsidiary of its own shares	(4.6)	–
NET CASH USED IN INVESTING ACTIVITIES	(278.0)	(173.3)

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FOR THE YEAR ENDED MARCH 31, 2003

	2003 HK\$'m	2002 HK\$'m
CASH FLOWS FROM FINANCING ACTIVITIES		
New bills payable and import loans raised	137.0	117.7
New bank loans raised	196.9	95.9
Issue of shares as a result of the exercise of share options	0.9	2.2
Capital contributed from minority shareholders of a subsidiary	0.3	2.9
Dividends paid by		
– the Company	(165.7)	(72.4)
– subsidiaries to minority shareholders	(41.5)	(38.1)
Repayment of bank loans	(158.2)	(84.9)
Repayment of bills payable and import loans	(133.3)	(150.2)
Repayment of obligations under finance leases	(0.1)	(0.3)
NET CASH USED IN FINANCING ACTIVITIES	(163.7)	(127.2)
NET (DECREASE) INCREASE IN CASH AND CASH EQUIVALENTS	(181.1)	118.0
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE YEAR	527.8	409.9
EFFECT OF FOREIGN EXCHANGE RATE CHANGES	6.7	(0.1)
CASH AND CASH EQUIVALENTS AT END OF THE YEAR	353.4	527.8
ANALYSIS OF THE BALANCES OF CASH AND CASH EQUIVALENTS		
Bank deposits, bank balances and cash	591.3	668.4
Bank overdrafts	–	(0.2)
	591.3	668.2
Less: Long-term bank deposits	(237.9)	(140.4)
	353.4	527.8

The accompanying notes on pages 50 to 91 form an integral part of these financial statements.