

Consolidated Cash Flow Statement

Year ended 31 March 2003

	Notes	2003 HK\$'000	2002 HK\$'000 (Restated)
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit before tax		70,239	91,868
Adjustments for:			
Finance costs	7	262	489
Share of profits and losses of associates		56	(24)
Interest income	5	(4,064)	(3,617)
Dividend income	5	(18)	(18)
Gain on disposal of listed investments	5	–	(20)
Loss/(gain) on disposal of fixed assets	6	58	(854)
Depreciation	6	24,072	22,505
Provision for impairment of goodwill remaining eliminated against reserves	6	1,687	–
Provision for/(reversal of) bad and doubtful debts, net	6	2,071	(1,030)
Provision for/(reversal of) inventory obsolescence, net	6	516	(5,294)
Unrealised losses on short term investments	6	235	330
Deficit on revaluation of investment properties	6	716	2,100
Provision for impairment in value of leasehold land and buildings	6	1,800	2,900
Operating profit before working capital changes		97,630	109,335
Decrease/(increase) in inventories		(7,096)	13,014
Decrease/(increase) in trade receivables		(6,551)	27,133
Decrease/(increase) in prepayments, deposits and other receivables		894	(1,462)
Decrease/(increase) in bills receivable		(193)	605
Increase/(decrease) in trade payables		(1,356)	676
Increase/(decrease) in bills payable		9,166	(2,299)
Increase in other payables and accrued liabilities		(1,299)	(3,596)
Cash generated from operations		91,195	143,406
Interest paid		(262)	(489)
Hong Kong profits tax paid		(2,776)	(7,588)
Net cash inflow from operating activities		88,157	135,329

Consolidated Cash Flow Statement (continued)

Year ended 31 March 2003

	Notes	2003 HK\$'000	2002 HK\$'000 (Restated)
CASH FLOWS FROM INVESTING ACTIVITIES			
Interest received		4,064	3,617
Dividends received from listed investments		18	18
Purchases of fixed assets		(41,065)	(25,611)
Proceeds from disposal of fixed assets		–	2,084
Proceeds from disposal of listed investments		–	482
Decrease in advances to an associate		458	–
		<u>(36,525)</u>	<u>(19,410)</u>
CASH FLOWS FROM FINANCING ACTIVITIES			
Repayment of bank loans		(2,000)	(8,586)
New bank loans		1,950	8,050
Dividends paid		(37,220)	(37,220)
Dividends paid to a minority shareholder		–	(2,700)
		<u>(37,270)</u>	<u>(40,456)</u>
NET INCREASE IN CASH AND CASH EQUIVALENTS			
		14,362	75,463
Cash and cash equivalents at beginning of year		<u>173,849</u>	<u>98,386</u>
CASH AND CASH EQUIVALENTS AT END OF YEAR		<u>188,211</u>	<u>173,849</u>
ANALYSIS OF BALANCES OF CASH AND CASH EQUIVALENTS			
Cash and bank balances	21	26,340	9,728
Time deposits	21	161,871	164,121
		<u>188,211</u>	<u>173,849</u>