

CONSOLIDATED CASH FLOW STATEMENT

For the year ended 31st March, 2003

(Expressed in Hong Kong dollars)

	<i>Note</i>	2003	2002
		\$'000	\$'000
			restated
OPERATING ACTIVITIES			
Profit from ordinary activities before taxation		17,879	12,441
Adjustments for:			
- Depreciation		29,014	27,355
- Interest expense		10,550	11,409
- Interest income		(178)	(310)
- Finance lease charges		324	632
- Gain on disposal of fixed assets		(117)	(313)
- Foreign exchange gain		(528)	(286)
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OPERATING PROFIT BEFORE CHANGES IN WORKING CAPITAL		56,944	50,928
Increase in inventories		(12,754)	(4,554)
(Increase)/decrease in trade debtors, prepayments and deposits		(8,263)	7,700
Decrease in bills payable		(1,517)	(9,414)
Increase in pledged bank deposit		(8,500)	—
Increase/(decrease) in trade creditors and accrued charges		4,477	(11,223)
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CASH GENERATED FROM OPERATIONS		30,387	33,437
Tax paid			
- Hong Kong Profits Tax paid		(60)	(65)
- Hong Kong Profits Tax refunded		—	537
- PRC income tax paid		(3,913)	(4,192)
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NET CASH FROM OPERATING ACTIVITIES		26,414	29,717
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INVESTING ACTIVITIES			
Payment for purchase of fixed assets		(55,806)	(38,432)
Interest received		178	310
Proceeds from sale of fixed assets		650	602
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NET CASH USED IN INVESTING ACTIVITIES		(54,978)	(37,520)
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(Expressed in Hong Kong dollars)

	<i>Note</i>	2003 \$'000	2002 \$'000 restated
FINANCING ACTIVITIES			
Dividends paid		(2,225)	(5,563)
Proceeds from new bank loans		137,446	162,304
Repayment of bank loans		(98,985)	(111,035)
Interest element of finance lease rental payments		(324)	(641)
Interest on bank loans and overdrafts paid		(11,290)	(12,005)
Capital element of finance lease rental payments		(4,328)	(7,817)
NET CASH FROM FINANCING ACTIVITIES		20,294	25,243
NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS		(8,270)	17,440
CASH AND CASH EQUIVALENTS AT 1ST APRIL		1,621	(15,819)
CASH AND CASH EQUIVALENTS AT 31ST MARCH	<i>16</i>	(6,649)	1,621

The notes on pages 25 to 53 form part of these financial statements.