

Consolidated Cash Flow Statement

	2003 HK\$	2002 HK\$
OPERATING ACTIVITIES		
Profit before taxation	59,499,922	70,054,164
Adjustments for:		
Depreciation and amortisation	35,641,862	32,549,263
Interest expense	597,983	58,912
Interest income	(829,404)	(1,342,452)
Unrealised holding gain on other investments	(352,634)	—
Loss on disposal of property, plant and equipment	—	3,394
Operating cash flows before movements in working capital	94,557,729	101,323,281
Increase in inventories	(23,706,942)	(949,930)
(Increase) decrease in trade and other receivables	(12,213,541)	11,937,708
(Decrease) increase in trade and other payables	(12,111,078)	18,167,716
Cash generated from operations	46,526,168	130,478,775
Hong Kong Profits tax paid	(3,036,057)	(6,383,860)
Overseas tax paid	(372,273)	(419,960)
Interest paid	(597,983)	(58,912)
NET CASH FROM OPERATING ACTIVITIES	42,519,855	123,616,043
INVESTING ACTIVITIES		
Interest received	829,404	1,342,452
Purchase of property, plant and equipment	(51,104,232)	(71,095,473)
Purchase of investments in securities	(16,382,300)	—
Proceeds from disposal of investments in securities	5,900,000	—
Decrease in pledged bank deposits	—	352,945
Proceeds from disposal of property, plant and equipment	—	26,000
NET CASH USED IN INVESTING ACTIVITIES	(60,757,128)	(69,374,076)
FINANCING ACTIVITIES		
Dividends paid	(29,240,401)	(27,089,824)
New bank loans raised	17,838,446	—
Proceeds on issue of share capital	12,540,000	—
Repayment of mortgage loans	—	(90,174)
NET CASH FROM (USED IN) FINANCING	1,138,045	(27,179,998)
NET (DECREASE) INCREASE IN CASH AND CASH EQUIVALENTS	(17,099,228)	27,061,969
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE YEAR	85,546,496	58,484,527
CASH AND CASH EQUIVALENTS AT END OF THE YEAR	68,447,268	85,546,496
ANALYSIS OF THE BALANCES OF CASH AND CASH EQUIVALENTS		
Short-term bank deposits	35,233,142	60,830,731
Bank balances and cash	33,214,126	24,715,765
	68,447,268	85,546,496