

**CONDENSED CONSOLIDATED CASH FLOW STATEMENT**

	<b>Six months ended 30th June</b>	
	<b>2003</b>	2002
	<b>Unaudited</b>	Unaudited
	<b>HK\$'000</b>	<b>HK\$'000</b>
<b>OPERATING ACTIVITIES</b>		
Profit before taxation	9,793	10,322
Adjustments for:		
Amortisation of goodwill	1,236	1,249
Depreciation	9,973	13,839
Share of profit of an associate	(751)	(359)
Interest income	(116)	(232)
Interest expenses on bank borrowings and other loans	3,327	4,066
Interest expenses on obligations under finance leases and hire purchase contracts	790	1,184
Exchange difference	(79)	225
Operating cash flows before movements in working capital	24,173	30,294
Increase in inventories	(140)	(7,694)
Decrease (Increase) in debtors, deposits and prepayments	13,328	(1,393)
Decrease in trade and other payables	(7,571)	(17,691)
Cash generated from operating activities	29,790	3,516
<b>INVESTING ACTIVITIES</b>		
Interest received	116	232
Purchase of property, plant and equipment	(4,925)	(1,314)
<b>NET CASH USED IN INVESTING ACTIVITIES</b>	<b>(4,809)</b>	<b>(1,082)</b>

	Six months ended 30th June	
	2003	2002
	Unaudited HK\$'000	Unaudited HK\$'000
<b>FINANCING</b>		
Interest paid	(3,327)	(4,066)
Interest paid on obligations under finance leases and hire purchase contracts	(790)	(1,184)
New bank loans raised	5,000	–
Repayment of bank loans	(22,792)	(42,091)
Proceeds from sale and lease back transactions	5,320	–
Repayments of obligations under finance leases and hire purchase contracts	(12,469)	(8,588)
Capital contribution by minority shareholders	799	–
<b>NET CASH USED IN FINANCING ACTIVITIES</b>	<b>(28,259)</b>	<b>(55,929)</b>
<b>NET DECREASE IN CASH AND CASH EQUIVALENTS</b>	<b>(3,278)</b>	<b>(53,495)</b>
<b>CASH AND CASH EQUIVALENTS AT 1ST JANUARY</b>	<b>22,177</b>	<b>71,041</b>
<b>CASH AND CASH EQUIVALENTS AT 30TH JUNE</b>	<b>18,899</b>	<b>17,546</b>
<b>ANALYSIS OF THE BALANCES OF CASH AND CASH EQUIVALENTS</b>		
Bank balances and cash	42,576	50,194
Bank overdrafts	(23,677)	(32,648)
	<b>18,899</b>	<b>17,546</b>