

Consolidated Cash Flow Statement

For the year ended 31 December 2003

	<i>Note</i>	2003 HK\$'000	2002 <i>HK\$'000</i>
OPERATING ACTIVITIES			
Profit from operations		33,013	74,578
Adjustments for:			
(Surplus) deficit on revaluation of investment properties		(960)	15,334
Depreciation and amortisation		45,617	61,105
Impairment loss recognised in respect of plant and machinery		13,370	–
Interest income		(848)	(962)
Loss on disposal of investment properties		951	–
Loss on disposal of property, plant and equipment		268	3,965
Gain on disposal of discontinuing operation		–	(25,506)
Gain on disposal of interests in subsidiaries		–	(816)
<hr/>			
Operating cash flows before movements in working capital		91,411	127,698
(Increase) decrease in inventories		(14,804)	9,832
Increase in trade receivables		(37,836)	(23,125)
Decrease (increase) in prepayments, deposits and other receivables		32,813	(58,263)
Decrease in amount due from an associate		–	6,330
(Decrease) increase in trade and bills payables		(7,366)	37,364
Increase (decrease) in other payables and accruals		7,889	(9,335)
Increase in amount due to SNP Group		1,545	–
Increase in amounts due to associates		6,144	11,717
<hr/>			
Cash generated from operations		79,796	102,218
Hong Kong Profits Tax paid		(12)	–
Overseas taxes paid		(4,194)	(11,665)
<hr/>			
NET CASH GENERATED FROM OPERATING ACTIVITIES		75,590	90,553
<hr/>			
INVESTING ACTIVITIES			
Purchase of property, plant and equipment		(52,802)	(61,905)
(Repayment to) advances from an associate		(23,759)	23,759
Proceeds from disposal of interests in subsidiaries	27	26,116	7,022
Proceeds from disposal of investment properties		9,709	–
Proceeds from disposal of property, plant and equipment		2,839	8,026
Dividend received from an associate		1,964	–
Interest received		848	962
Decrease in pledged bank deposits		–	1,820
Increase in interest in an associate		–	(5)
<hr/>			
NET CASH USED IN INVESTING ACTIVITIES		(35,085)	(20,321)

Consolidated Cash Flow Statement

For the year ended 31 December 2003

	2003 HK\$'000	2002 HK\$'000
FINANCING ACTIVITIES		
Repayment of bank loans	(56,338)	(215,652)
Dividend paid	(20,137)	(8,054)
Interest paid	(3,459)	(13,255)
Dividend paid to minority shareholders	(1,418)	(14,569)
New bank loans raised	27,000	196,338
Repurchase of shares	–	(7)
NET CASH USED IN FINANCING ACTIVITIES	(54,352)	(55,199)
NET (DECREASE) INCREASE IN CASH AND CASH EQUIVALENTS	(13,847)	15,033
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR	94,607	78,727
EFFECT OF FOREIGN EXCHANGE RATE CHANGES, NET	–	847
CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR	80,760	94,607
ANALYSIS OF THE BALANCES OF CASH AND CASH EQUIVALENTS		
Bank balances and cash	80,760	95,371
Bank overdrafts	–	(764)
	80,760	94,607