

Consolidated Cash Flow Statement

For the year ended 31st December, 2003

Note	1st January, 2003 to 31st December, 2003 (12 months) HK\$'000	1st April, 2002 to 31st December, 2002 (9 months) HK\$'000
OPERATING ACTIVITIES		
Profit before taxation	187,449	119,931
Adjustment for:		
Interest income	(14,965)	(8,192)
Interest expenses and finance charges	25,308	15,508
Amortisation of goodwill	21,720	11,760
Release of negative goodwill	(91)	(68)
Amortisation of patents and trademarks	278	—
Deficit arising on revaluation of investment properties	950	1,150
Depreciation and amortisation of property, plant and equipment	80,931	61,786
Loss on disposal of property, plant and equipment	109	1,974
Gain on disposal of subsidiaries	(2,048)	—
Operating cash flows before movements in working capital	299,641	203,849
(Increase) decrease in inventories	(77,545)	19,874
Increase in trade and other receivables	(106,817)	(41,657)
Decrease (increase) in bills receivable	1,838	(8,821)
Increase in trade and other payables	9,888	62,353
Increase in bills payable	13,046	11,835
Exchange differences	2,718	2,023
Cash generated from operations	142,769	249,456
Tax paid		
— Hong Kong	(1,878)	(7,877)
— PRC	(25,026)	—
— Other jurisdictions	(259)	—
Hong Kong Profits Tax refunded	50	41
Interest expenses and finance charges paid	(25,308)	(15,508)
NET CASH FROM OPERATING ACTIVITIES	90,348	226,112

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	Note	1st January 2003, to 31st December, 2003 (12 months) HK\$'000	1st April, 2002 to 31st December, 2002 (9 months) HK\$'000
INVESTING ACTIVITIES			
Interest received		14,965	8,192
Dividends paid		(83,088)	(24,342)
Dividends paid to minority shareholders of subsidiaries		(8,400)	(1,600)
Purchase of property, plant and equipment		(131,278)	(74,243)
Disposal of subsidiaries	33	(160)	—
Acquisition of additional interest in subsidiaries		—	(234,212)
Payment for purchase of patents and trademarks		(2,000)	—
Proceeds on disposal of property, plant and equipment		5,485	4,560
NET CASH USED IN INVESTING ACTIVITIES		(204,476)	(321,645)
FINANCING ACTIVITIES			
New bank borrowings raised		542,709	432,475
Net decrease in trust receipt loans		(4,910)	(3,209)
Repayment of bank borrowings		(700,245)	(151,454)
Repayment of obligations under finance leases		(44)	(245)
Proceeds from floating rate notes issued		150,000	—
Proceeds from new shares issued		5,436	4,221
NET CASH (USED IN) FROM FINANCING ACTIVITIES		(7,054)	281,788
(DECREASE) INCREASE IN CASH AND CASH EQUIVALENTS		(121,182)	186,255
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE YEAR/PERIOD		563,029	377,369
EFFECT OF FOREIGN EXCHANGE RATE CHANGES		400	(595)
CASH AND CASH EQUIVALENTS AT END OF THE YEAR/PERIOD, represented by		442,247	563,029
Bank balances and cash		442,247	563,830
Bank overdraft		—	(801)
		442,247	563,029