

CONSOLIDATED CASH FLOW STATEMENT

Year ended 31 December 2003

	Notes	2003 HK\$'000	2002 HK\$'000
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit before tax		88,998	51,252
Adjustments for:			
Depreciation of owned assets		5,899	5,286
Amortisation of intangible assets		424	–
Loss on disposal of fixed assets		70	19
Foreign exchange (gains)/losses, net		(402)	367
Interest income		(2,114)	(629)
Interest expense		–	82
Gain on disposal of short term investments		(4,071)	–
Dividend income from short term investments		(770)	–
Operating profit before working capital changes		88,034	56,377
Increase in inventories		(17,318)	(42)
Decrease in accounts receivable		240	779
Decrease/(increase) in prepayments, deposits and other receivables		(16,859)	3,046
Decrease in amounts due from directors		–	6,894
Increase in accounts payable		7,545	2,087
Increase in other payables and accruals		23,518	2,959
Cash generated from operations		85,160	72,100
Interest paid		–	(82)
Net cash inflow from operating activities		85,160	72,018
CASH FLOWS FROM INVESTING ACTIVITIES			
Purchases of fixed assets		(56,671)	(9,284)
Purchases of intangible assets		(7,343)	–
Proceeds from disposal of fixed assets		80	149
Net proceeds from disposal of short term investments		4,071	–
Dividend income from short term investments		770	–
Interest received		2,114	629
Net cash outflow from investing activities		(56,979)	(8,506)
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from issue of share capital		–	40,450
Share issue expenses paid		–	(8,402)
Repurchase of shares	21, 22	(11,102)	–
Exercise of share options	21, 22	5,329	–
Dividends paid		(32,854)	(15,750)
Repayment of bank loans		–	(3,738)
Net cash inflow/(outflow) from financing activities		(38,627)	12,560
NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS		(10,446)	76,072
Cash and cash equivalents at beginning of year	23	87,838	11,766
Cash and cash equivalents at end of year	23	77,392	87,838