

# Consolidated Cash Flow Statement

KEE SHING (HOLDINGS) LIMITED

For the year ended 31st December, 2003

	2003 HK\$'000	2002 HK\$'000
<b>OPERATING ACTIVITIES</b>		
Profit from operations	71,047	17,542
Adjustments for:		
Unrealised (gain) loss on other investments	(8,000)	19,371
Impairment loss recognised in respect of investment securities	–	1,300
(Surplus) deficit arising on revaluation of investment properties	(5,290)	1,000
Interest income from bank deposits	(1,742)	(2,322)
Depreciation and amortisation	1,970	2,495
Gain on disposal of property, plant and equipment	(173)	–
Operating cash flows before movements in working capital	57,812	39,386
Increase in inventories	(31,194)	(11,384)
Increase in debtors, deposits and prepayments	(16,368)	(34,616)
Increase in bills receivable	(17,627)	(4,920)
Decrease in other investments	11,650	20,334
Increase (decrease) in creditors and accrued charges	18,080	(4,516)
Cash generated from operations	22,353	4,284
Hong Kong Profits Tax paid	(3,423)	(2,822)
Profits tax outside Hong Kong paid	(1,120)	(1,275)
<b>NET CASH FROM OPERATING ACTIVITIES</b>	<b>17,810</b>	<b>187</b>
<b>INVESTING ACTIVITIES</b>		
Increase in long term bank deposits	(38,800)	–
Purchase of property, plant and equipment	(2,132)	(1,145)
Increase in equity-linked deposits	(912)	(198)
Purchase of investment securities	(543)	(2,812)
Interest received from bank deposits	1,742	2,322
Proceeds from disposal of property, plant and equipment	216	–
<b>NET CASH USED IN INVESTING ACTIVITIES</b>	<b>(40,429)</b>	<b>(1,833)</b>
<b>FINANCING ACTIVITIES</b>		
New bank borrowings raised	60,819	41,579
Dividends paid	(13,365)	(11,138)
Interest paid	(3,805)	(4,363)
Dividends paid to minority shareholders of subsidiaries	(310)	(158)
Amount repaid to minority shareholders of a subsidiary	(172)	(700)
<b>NET CASH FROM FINANCING ACTIVITIES</b>	<b>43,167</b>	<b>25,220</b>
<b>NET INCREASE IN CASH AND CASH EQUIVALENTS</b>	<b>20,548</b>	<b>23,574</b>
<b>CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR</b>	<b>186,168</b>	<b>162,291</b>
<b>EFFECT OF FOREIGN EXCHANGE RATE CHANGES</b>	<b>296</b>	<b>303</b>
<b>CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR</b>	<b>207,012</b>	<b>186,168</b>
<b>ANALYSIS OF THE BALANCE OF CASH AND CASH EQUIVALENTS</b>		
Short term bank deposits	127,950	127,459
Bank balances and cash	79,175	58,854
Bank overdrafts	(113)	(145)
	<b>207,012</b>	<b>186,168</b>