

Consolidated Cash Flow Statement

For the year ended 31 December 2003

	2003 <i>HK\$'000</i>	2002 <i>HK\$'000</i>
Cash flows from operating activities		
(Loss)/Profit before taxation	(4,776)	14,089
Adjustments for:		
Deprecation and amortisation on property, plant and equipment	8,804	8,016
Amortisation of goodwill	269	269
Amortisation of production and distribution rights	333	–
Write off of inventories	–	878
Provision for slow moving inventories	1,446	–
Bad debts written off	552	221
Deficits on revaluation		
– investment properties	1,743	257
– leasehold land and buildings	1,092	407
Write off of property, plant and equipment	3,374	128
Loss on disposal of		
– an investment property	362	–
– other property, plant and equipment	24	–
Share of profit of an associate	(460)	–
Unrealised holding gains on short term investments	(953)	(711)
Interest expenses	2,397	2,235
Interest income	(327)	(226)
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Operating profit before working capital changes	13,880	25,563
(Increase)/Decrease in inventories	(2,126)	1,867
Decrease in trade and bills receivables	2,582	9,653
Decrease/(Increase) in other receivables	1,665	(2,359)
Decrease/(Increase) in amount due from an associate	1,051	(2,213)
(Decrease)/Increase in trust receipt loans	(216)	2,057
Increase/(Decrease) in trade and bills payables	3,957	(3,797)
Decrease in other payables and accruals	(430)	(4,617)
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<i>Cash generated from operations</i>	20,363	26,154

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	2003 <i>HK\$'000</i>	2002 <i>HK\$'000</i>
Cash generated from operations	20,363	26,154
Interest paid	(2,318)	(2,182)
Interest element of finance lease payments	(79)	(53)
Income taxes (paid)/refunded	(598)	1,327
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<i>Net cash generated from operating activities</i>	17,368	25,246
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Cash flows from investing activities		
Payment to acquire production and distribution rights	(5,000)	–
Payments to acquire property, plant and equipment	(2,898)	(12,206)
Proceeds from disposal of an investment property	120	–
Proceeds from disposal of other property, plant and equipment	231	–
Contribution of share capital from minority shareholder	51	1
Interest received	327	226
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<i>Net cash used in investing activities</i>	(7,169)	(11,979)
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Cash flows from financing activities		
Proceeds from issuance of shares	1,384	350
New bank loans	18,869	39,420
Repayment of bank loans	(18,652)	(39,980)
Repayment of finance lease payables	(543)	(240)
Dividends paid	–	(17,626)
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<i>Net cash generated from/(used in) financing activities</i>	1,058	(18,076)
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Net increase/(decrease) in cash and bank balances	11,257	(4,809)
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Cash and bank balances at 1 January	37,890	42,699
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Cash and bank balances at 31 December	49,147	37,890
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