

## CONSOLIDATED CASH FLOW STATEMENT

For the year ended 29 February 2004

	2004 HK\$'000	2003 HK\$'000
OPERATING ACTIVITIES		
Profit from operations	111,036	83,062
Adjustment for:		
Investment income	(3,035)	(4,835)
Depreciation	105,566	90,199
Loss on disposal of property, plant and equipment	8,510	440
Operating cash flows before movements in working capital	222,077	168,866
Decrease (increase) in inventories	2,904	(58,590)
(Increase) decrease in trade receivables	(9,981)	531
Increase in other receivables, prepayments and deposits	(8,663)	(6,765)
(Increase) decrease in amount due from a fellow subsidiary	(5,332)	5,381
Increase in trade payables	286,005	68,968
Increase in other payables and accrued charges	43,671	9,799
Increase in amount due to a fellow subsidiary	590	4,880
Increase in amount due to ultimate holding company	4,735	4,281
Cash generated from operations	536,006	197,351
Hong Kong Profits Tax paid	(21,755)	(26,496)
People's Republic of China income taxes paid	(4,419)	(10,982)
Interest paid	(25)	(23)
Interest received	2,542	4,342
NET CASH FROM OPERATING ACTIVITIES	512,349	164,192
INVESTING ACTIVITIES		
Dividends received from listed investment securities	493	493
Purchase of property, plant and equipment	(65,303)	(100,707)
Proceeds from disposal of property, plant and equipment	398	17
NET CASH USED IN INVESTING ACTIVITIES	(64,412)	(100,197)
FINANCING ACTIVITIES		
Dividends paid	(25,983)	(24,689)
Dividends paid to a minority shareholder	(546)	(2,370)
Repayment of obligations under a finance lease	(270)	(51)
Contributions from a minority shareholder	-	18,151
NET CASH USED IN FINANCING ACTIVITIES	(26,799)	(8,959)
NET INCREASE IN CASH AND CASH EQUIVALENTS	421,138	55,036
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE YEAR	409,431	354,854
EFFECT OF FOREIGN EXCHANGE RATE CHANGES	1,419	(459)
CASH AND CASH EQUIVALENTS AT END OF THE YEAR	831,988	409,431
ANALYSIS OF THE BALANCES OF CASH AND CASH EQUIVALENTS		
Bank balances and cash	831,988	409,431