

CONSOLIDATED CASH FLOW STATEMENT

For the year ended 31st March, 2004
(Expressed in Hong Kong dollars)

	<i>Note</i>	2004 \$'000	2003 \$'000
OPERATING ACTIVITIES			
Profit from ordinary activities before taxation		21,763	17,879
Adjustments for:			
- Depreciation		33,351	29,014
- Interest expense		10,385	10,550
- Interest income		(145)	(178)
- Finance lease charges		127	324
- Profit on disposal of fixed assets		(85)	(117)
- Exchange gain		(573)	(528)
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OPERATING PROFIT BEFORE CHANGES IN WORKING CAPITAL		64,823	56,944
Decrease/(increase) in inventories		11,199	(12,754)
Decrease/(increase) in trade debtors, prepayments and deposits		9,868	(8,263)
Decrease in bills payable		(9,397)	(1,517)
(Decrease)/increase in trade creditors and accrued charges		(3,792)	4,477
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CASH GENERATED FROM OPERATIONS		72,701	38,887
Tax paid			
- Hong Kong Profits Tax paid		(61)	(60)
- PRC income tax paid		(2,270)	(3,913)
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NET CASH FROM OPERATING ACTIVITIES		70,370	34,914
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INVESTING ACTIVITIES			
Payment for purchase of fixed assets		(34,873)	(55,806)
Interest received		145	178
Proceeds from disposal of fixed assets		395	650
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NET CASH USED IN INVESTING ACTIVITIES		(34,333)	(54,978)

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For the year ended 31st March, 2004
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	<i>Note</i>	2004 \$'000	2003 \$'000
FINANCING ACTIVITIES			
Increase in pledged bank deposit		(853)	(8,500)
Dividends paid		(4,450)	(2,225)
Proceeds from new bank loans		230,457	137,446
Repayment of bank loans		(196,335)	(98,985)
Interest element of finance lease rental payments		(127)	(324)
Interest on bank loans and overdrafts paid		(10,439)	(11,290)
Capital element of finance lease rental payments		(4,115)	(4,328)
NET CASH FROM FINANCING ACTIVITIES		14,138	11,794
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS		50,175	(8,270)
CASH AND CASH EQUIVALENTS AT 1ST APRIL		(6,649)	1,621
CASH AND CASH EQUIVALENTS AT 31ST MARCH	<i>17</i>	43,526	(6,649)

The notes on pages 23 to 52 form part of these financial statements.