

consolidated cash flow statement

For the year ended March 31, 2004

	2004 HK\$'000	2003 HK\$'000
OPERATING ACTIVITIES		
Profit from operations	104,492	96,306
Adjustments for:		
Interest income	(3,272)	(1,845)
Surplus arising on revaluation of land and buildings	(72)	(72)
Depreciation and amortisation of property, plant and equipment	30,223	25,260
Loss on disposal of property, plant and equipment	-	14
	<u>131,371</u>	<u>119,663</u>
Operating cash flows before movements in working capital	131,371	119,663
Increase in inventories	(25,317)	(12,366)
Increase in trade and other receivables	(40,894)	(13,720)
Increase in trade and other payables	28,816	14,952
	<u>93,976</u>	<u>108,529</u>
Cash generated from operations	93,976	108,529
Hong Kong Profits Tax paid	(7,317)	(6,068)
Hong Kong Profits Tax refunded	111	558
Interest on bank borrowings	-	(105)
Interest received	3,272	1,845
	<u>90,042</u>	<u>104,759</u>
NET CASH FROM OPERATING ACTIVITIES	90,042	104,759
INVESTING ACTIVITIES		
Increase in fixed deposits	(11,839)	-
Increase in long-term bank deposits	(15,727)	-
Purchase of property, plant and equipment	(44,757)	(69,498)
Proceeds from disposals of property, plant and equipment	-	493
	<u>(72,323)</u>	<u>(69,005)</u>
NET CASH USED IN INVESTING ACTIVITIES	(72,323)	(69,005)
FINANCING ACTIVITIES		
Dividends paid	(35,850)	(32,273)
Proceeds from issue of shares upon the exercise of share options	368	842
Proceeds from issue of shares upon the exercise of warrants	-	45,884
Repayment of bank borrowings	-	(2,282)
	<u>(35,482)</u>	<u>12,171</u>
NET CASH (USED IN) FROM FINANCING ACTIVITIES	(35,482)	12,171
NET (DECREASE) INCREASE IN CASH AND CASH EQUIVALENTS	(17,763)	47,925
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	156,728	108,803
CASH AND CASH EQUIVALENTS AT END OF YEAR	138,965	156,728
Representing by		
Bank balances and cash	150,804	156,728
Less: fixed deposits with maturities over three months but less than one year	(11,839)	-
	<u>138,965</u>	<u>156,728</u>