

# 36 Consolidated Cash Flow Statement

	Note	2004 HK\$'000	2003 HK\$'000
<b>OPERATING ACTIVITIES</b>			
Cash generated from operations	24	61,995	58,833
Interest paid		(5,335)	(6,425)
Hong Kong profits tax paid		(30)	–
Tax reserve certificate		(3,000)	–
PRC enterprise income tax paid		(297)	(546)
<b>Net cash generated from operating activities</b>		<b>53,333</b>	51,862
<b>INVESTING ACTIVITIES</b>			
Decrease in pledged deposits		33,398	1,217
Purchase of plant and equipment		(45,614)	(30,016)
Proceeds on disposal of plant and equipment		255	429
Acquisition of a subsidiary	26	(1,320)	–
Interest received		760	1,191
<b>Net cash used in investing activities</b>		<b>(12,521)</b>	(27,179)
<b>FINANCING ACTIVITIES</b>			
New short-term bank borrowings		65,000	13,746
Repayment of short-term bank borrowings		(40,464)	(2,401)
New long-term bank borrowings		100,000	–
Repayment of long-term bank borrowings		(73,141)	(22,000)
Proceeds from sale and leaseback of plant and equipment results in finance leases		11,745	–
Repayment of obligation under finance leases		(9,787)	(8,178)
Interest paid on obligation under finance leases		(1,636)	(644)
Repayment of long-term payable		(2,836)	–
Redemption of convertible bonds		(87,127)	–
<b>Net cash used in financing activities</b>		<b>(38,246)</b>	(19,477)
<b>Net increase in cash and cash equivalents</b>		<b>2,566</b>	5,206
<b>Cash and cash equivalents at beginning of year</b>		<b>18,951</b>	13,745
<b>Cash and cash equivalents at end of year, represented by bank balances and cash</b>		<b>21,517</b>	18,951

Year ended 31st March, 2004