

Consolidated Cash Flow Statement For the year ended 31st March, 2004

	Note	2004 HK\$'000	2003 HK\$'000
Operating activities			
Profit (loss) from operations		59,152	(20,548)
Adjustments for:			
Depreciation and amortisation		23,195	17,423
Unrealised (gain) loss in investments in trading securities		(22,682)	17,334
Gain on disposal of investments in trading securities		(17,899)	–
Dividend income		(1,737)	(2,990)
Revaluation increase of investment properties		(608)	(520)
(Gain) loss on disposals of property, plant and equipment		(74)	96
Interest income		(56)	(1,335)
Impairment loss in club debentures		–	500
Operating cash flows before movements in working capital		39,291	9,960
(Increase) decrease in inventories		(4,843)	1,208
Increase in trade and other receivables		(23,551)	(4,453)
Increase in bills receivable		(2,888)	(813)
Increase in trade and other payables		25,373	9,068
Increase (decrease) in bills payable		1,561	(724)
Cash generated from operations		34,943	14,246
Hong Kong Profits Tax paid		(9)	(7)
Income tax paid in the People's Republic of China (the "PRC")		–	(849)
Net cash from operating activities		34,934	13,390
Investing activities			
Proceeds on disposal of investments in trading securities		49,568	–
Dividend received		2,768	1,574
Proceeds from disposals of property, plant and equipment		185	51
Interest received		56	1,335
Purchase of property, plant and equipment		(47,723)	(52,649)
Investment in an associate		(40,000)	–
Increase in deposits paid for acquisition of plant and equipment		(5,558)	(3,328)
Decrease in bank deposits held for investment purposes		–	164,731
Proceeds received on disposal of a subsidiary	8	–	805
Purchase of investment properties		–	(191,230)
Purchase of investments in trading securities		–	(82,916)
Net cash used in investing activities		(40,704)	(161,627)

	2004 HK\$'000	2003 HK\$'000
Financing activities		
Increase in bank loans	11,496	146,269
Increase in amount due to an associate	3,917	–
(Repayments of) increase in trust receipt loans	(12,362)	8,112
Interest paid	(2,993)	(1,393)
Net cash from financing activities	58	152,988
Net (decrease) increase in cash and cash equivalents	(5,712)	4,751
Cash and cash equivalents at beginning of the year	15,684	10,933
Cash and cash equivalents at end of the year, represented by	9,972	15,684
Being:		
Bank balances and cash	10,270	15,959
Bank overdrafts	(298)	(275)
	9,972	15,684