

## CONSOLIDATED CASH FLOW STATEMENT

For the year ended 31 March 2004

	Note	2004 HK\$'000	2003 HK\$'000
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Profit before tax		33,519	24,803
Adjustments for:			
Interest income		(19)	(60)
Dividend income from investment securities		(80)	(56)
Depreciation		1,109	847
Amortisation of intangible assets		583	113
Finance costs		188	32
Loss on disposal of a subsidiary		72	–
Operating profit before working capital changes		35,372	25,679
Increase in trade receivables		(1,360)	(1,884)
Increase in inventories		(544)	–
(Increase)/decrease in prepayments, deposits and other receivables		(6,324)	741
Decrease in amount due from a director		–	34
Increase in trade and other payables		1,192	174
Cash generated from operations		28,336	24,744
Interest received		19	60
Hong Kong profits tax refund		114	183
Net cash inflow from operating activities		28,469	24,987
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Payments to acquire fixed assets		(7)	(15,407)
Payments for advance to agents		–	(17,297)
Payments to acquire intangible assets		–	(4,645)
Dividend received from investment securities		80	56
Payments to acquire investment securities		(25,740)	(1,000)
Cash effect on acquisition of subsidiaries	28	(9,192)	–
Cash effect on disposal of a subsidiary	29	883	–
Receipts from disposal of trading securities		1,000	–
Net cash outflow from investing activities		(32,976)	(38,293)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Net proceeds from mortgage loan		–	6,650
Repayment of mortgage loan		(251)	(41)
Proceeds from issue of share capital		–	36,000
Share issue expenses		–	(7,854)
Interest and bank charges paid		(188)	(32)
Dividends paid		–	(9,600)
Net cash (outflow)/inflow from financing activities		(439)	25,123
<b>NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS</b>		<b>(4,946)</b>	11,817
Cash and cash equivalents at beginning of year		14,114	2,297
<b>CASH AND CASH EQUIVALENTS AT END OF YEAR</b>		<b>9,168</b>	14,114