

CONSOLIDATED CASH FLOW STATEMENT

For the year ended 30 June 2004

(Expressed in Hong Kong dollars)

	2004	2003
	\$'000	\$'000
Cash flows from operating activities		
Profit from ordinary activities before taxation	7,577	3,298
Adjustment for:		
Interest income	(232)	(30)
Interest expense	550	901
Depreciation	8,787	15,733
Loss/(gain) on disposal of property, plant and equipment	3,128	(12)
Write-off construction in progress	-	102
Exchange (gain)/loss	(28)	221
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Operating profit before working capital changes	19,782	20,213
Increase in inventories	(46)	(4,400)
Increase in trade debtors	(5,784)	(1,560)
Increase in prepayments, deposits and other receivables	(12,527)	(2,667)
Increase in trade creditors	1,865	4,272
(Decrease)/increase in other payables and accrued liabilities	(1,126)	1,409
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Cash generated from operations	2,164	17,267
Income tax paid outside Hong Kong	(467)	(262)
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Net cash from operating activities	1,697	17,005
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Cash flows from investing activities		
Payment for purchase of property, plant and equipment	(5,507)	(2,590)
Payment for construction in progress	(3,175)	(9,833)
Proceeds from sale of property, plant and equipment	66	148
Interest received	232	30
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Net cash used in investing activities	(8,384)	(12,245)
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CONSOLIDATED CASH FLOW STATEMENT

For the year ended 30 June 2004

(Expressed in Hong Kong dollars)

	2004 \$'000	2003 \$'000
Cash flows from financing activities		
Proceeds from short term bank loans	9,896	-
Repayment of short term bank loans	(2,354)	(16,757)
Net proceeds from issuance of new shares	8,077	-
Interest paid	(550)	(901)
	<u>15,069</u>	<u>(17,658)</u>
Net cash from/(used in) financing activities	15,069	(17,658)
Net increase/(decrease) in cash and cash equivalents	8,382	(12,898)
Cash and cash equivalents at beginning of year	9,522	22,420
	<u>17,904</u>	<u>9,522</u>
Cash and cash equivalents at end of year	17,904	9,522
Analysis of the balances of cash and cash equivalents:		
Cash at banks and in hand	17,904	9,522

The notes on pages 25 to 55 form part of these financial statements.