

# CONSOLIDATED CASH FLOW STATEMENT

For the year ended 30 September 2004

	Note	2004 HK\$'000	2003 HK\$'000
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Profit from operating activities		73,401	110,525
Adjustments for:			
Interest income		(218)	(1,095)
Depreciation		19,034	13,119
Gain on disposal of fixed assets		(20)	-
Write off of fixed assets		8,217	-
Provision for slow-moving inventories		1,162	-
Operating profit before working capital changes		101,576	122,549
Increase in inventories		(33,073)	(10,727)
Increase in trade receivables		(33,263)	(10,786)
(Increase)/decrease in prepayments, deposits and other receivables		(21,324)	6,042
Increase in trade payables		2,446	2,237
Increase in other payables and accruals		9,552	3,015
Cash generated from operations		25,914	112,330
Tax paid		(1,305)	(892)
Net cash inflow from operating activities		24,609	111,438
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Purchases of fixed assets		(94,826)	(127,971)
Disposal of subsidiaries	27(a)	(22)	-
Acquisition of subsidiaries	27(b)	(77,614)	-
Refund of deposits for acquisition of long-term assets		14,849	-
Deposits for acquisition of long-term assets		(16,056)	(42,040)
Interest received		218	1,095
Net cash outflow from investing activities		(173,451)	(168,916)

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For the year ended 30 September 2004

	2004 HK\$'000	2003 HK\$'000
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Inception of new bank loans	166,887	70,377
Repayment of bank loans	(68,962)	(47,736)
Proceeds from issue of shares	1,847	103,948
Share issue expenses	–	(2,003)
Interest and bank charges paid	(5,207)	(1,217)
Dividends paid	(29,759)	(22,880)
Net cash inflow from financing activities	<u>64,806</u>	<u>100,489</u>
<b>(DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS</b>	<b>(84,036)</b>	43,011
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR</b>	<b>114,537</b>	71,526
<b>CASH AND CASH EQUIVALENTS AT END OF YEAR</b>	<b><u>30,501</u></b>	<b><u>114,537</u></b>
<b>ANALYSIS OF BALANCES OF CASH AND CASH EQUIVALENTS AT END OF YEAR</b>		
Cash and bank balances	<u>30,501</u>	<u>114,537</u>