

CONSOLIDATED CASH FLOW STATEMENT

For the year ended 31 December 2004

	2004 US\$'000	2003 US\$'000
OPERATING ACTIVITIES		
Profit from operations	22,605	21,104
Adjustments for:		
Depreciation and amortisation	4,200	4,111
(Gain) loss on disposal of property, plant and equipment	(150)	73
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Operating cash flows before movements in working capital	26,655	25,288
(Increase) decrease in inventories	(256)	7,080
(Increase) decrease in trade and other receivables	(9,881)	3,748
Decrease (increase) in amount due from a fellow subsidiaries	7,491	(2,676)
Increase (decrease) in trade and other payables	5,908	(18,294)
Increase in amount due to fellow subsidiaries	–	228
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Cash generated from operations	29,917	15,374
Hong Kong Profits Tax paid	(41)	–
PRC enterprise income tax paid	(2,275)	(3,015)
PRC enterprise income tax refunded	1,216	567
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NET CASH FROM OPERATING ACTIVITIES	28,817	12,926
INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(21,060)	(5,257)
Dividend received	1,770	852
Proceeds on disposal of property, plant and equipment	273	103
Interest received	137	4
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NET CASH USED IN INVESTING ACTIVITIES	(18,880)	(4,298)

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For the year ended 31 December 2004

	2004 US\$'000	2003 US\$'000
FINANCING ACTIVITIES		
Repayment from ultimate holding company	10,000	–
Dividend paid	(3,846)	–
Repayments to fellow subsidiaries	(2,885)	(527)
Issue of quota capital	–	13
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NET CASH FROM (USED IN) FINANCING ACTIVITIES	3,269	(514)
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NET INCREASE IN CASH AND CASH EQUIVALENTS	13,206	8,114
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CASH AND CASH EQUIVALENTS AT BEGINNING OF THE YEAR	8,873	759
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CASH AND CASH EQUIVALENTS AT END OF THE YEAR, representing bank balances and cash	22,079	8,873
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