

CONSOLIDATED CASH FLOW STATEMENT

Period from 1 July 2003 to 31 December 2004

	Note	1.7.2003 to 31.12.2004 HK\$'000	1.7.2002 to 30.6.2003 HK\$'000
OPERATING ACTIVITIES			
Profit/(loss) from operations		60,060	(2,657)
Adjustment for:			
Interest income		(18)	(69)
Dividend income		(144)	–
Depreciation of property, plant and equipment		13,272	4,803
Amortisation of intangible assets		917	724
Amortisation of goodwill		1	–
Release of negative goodwill		(106)	–
Amortisation of deferred income		(2,076)	(1,508)
Revaluation (surplus)/deficit on leasehold land and building and investment properties		(2,421)	1,658
(Gain)/loss on disposal of property, plant and equipment		(68)	107
Gain on disposal of other investments		(75)	–
Effect of foreign exchange rate changes		215	(110)
Operating cash flows before movement in working capital		69,557	2,948
(Increase)/decrease in trade and bills receivables		(63,361)	18,746
Increase in inventories		(41,914)	(383)
Increase in prepayments, deposits and other receivables		(4,492)	(997)
Increase/(decrease) in trade and bills payables		45,290	(2,680)
Increase/(decrease) in other payables and accruals		7,606	(839)
Increase in amounts due to directors		11,753	–
Cash from operations		24,439	16,795
Interest paid on bank borrowings		(1,298)	(1,021)
Interest paid on finance leases		(83)	(200)
Hong Kong Profits Tax paid		(37)	(81)
NET CASH FROM OPERATING ACTIVITIES		23,021	15,493
INVESTING ACTIVITIES			
Interest received		18	69
Purchase of property, plant and equipment		(46,007)	(4,173)
Additions to intangible assets		(1,419)	(488)
Decrease/(increase) in pledged bank deposits		1,541	(13)
Acquisition of subsidiaries (net of cash and cash equivalent acquired)	34	1,932	–
Dividends received		144	–
Proceeds from disposal of property, plant and equipment		230	2,884
Purchase of other investments		(17,765)	–
Proceeds from disposal of other investments		17,840	–
NET CASH USED IN INVESTING ACTIVITIES		(43,486)	(1,721)

CONSOLIDATED CASH FLOW STATEMENT Period from 1 July 2003 to 31 December 2004

	1.7.2003 to 31.12.2004 HK\$'000	1.7.2002 to 30.6.2003 HK\$'000
FINANCING ACTIVITIES		
New bank borrowings raised	–	1,420
Repayments of bank borrowings	(6,240)	(1,667)
Repayments of obligations under finance lease	(2,052)	(2,040)
Proceeds from issue of shares on private placements	41,500	–
Proceeds from issue of shares on exercise of share options	24,978	–
Dividends paid	(2,925)	–
Share issue expenses	(1,074)	–
NET CASH FROM/(USED IN) FINANCING ACTIVITIES	54,187	(2,287)
INCREASE IN CASH AND CASH EQUIVALENTS	33,722	11,485
CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD/YEAR	5,117	(6,368)
CASH AND CASH EQUIVALENTS AT END OF PERIOD/YEAR	38,839	5,117
ANALYSIS OF THE BALANCES OF CASH AND CASH EQUIVALENTS		
Bank balances and cash	38,839	7,274
Bank overdrafts	–	(2,157)
	38,839	5,117