

Consolidated Cash Flow Statement

For the year ended 31st December, 2004

	Note	2004 HK\$'000	2003 HK\$'000
OPERATING ACTIVITIES			
Profit from operations		177,852	158,631
Adjustments for:			
Loss on disposal of property, plant and equipment		20	35
Unrealised loss on investments in securities		530	–
Interest income		(565)	(647)
Depreciation		19,039	17,658
Bad debt written off		975	–
Operating cash flows before movements in working capital		197,851	175,677
Increase in inventories		(55,405)	(52,983)
Increase in trade and other receivables		(13,061)	(147)
Increase in trade and other payables		33,880	10,067
Decrease in amount due to a director		–	(7,620)
Effect of foreign exchange rate changes		(1,009)	(2,362)
Cash generated from operations		162,256	122,632
Income taxes paid		(10,508)	(3,964)
Interest paid		(750)	(1,477)
NET CASH FROM OPERATING ACTIVITIES		150,998	117,191
INVESTING ACTIVITIES			
Interest received		565	647
Proceeds from disposal of property, plant and equipment		224	603
Purchases of property, plant and equipment		(14,790)	(30,564)
Purchases of investments in securities		(1,919)	–
Acquisition of subsidiaries	28	(286)	–
Deposit paid for acquisition of subsidiaries		(9,945)	–
Decrease (increase) in pledged bank deposit		24,216	(29,227)
NET CASH USED IN INVESTING ACTIVITIES		(1,935)	(58,541)
FINANCING ACTIVITIES			
Dividends paid		(113,285)	(54,863)
Repayment of obligations under a finance lease		(106)	(98)
CASH USED IN FINANCING ACTIVITIES		(113,391)	(54,961)
NET INCREASE IN CASH AND CASH EQUIVALENTS		35,672	3,689
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE YEAR		54,016	50,327
CASH AND CASH EQUIVALENTS AT END OF THE YEAR		89,688	54,016
ANALYSIS OF THE BALANCES OF CASH AND CASH EQUIVALENTS			
Bank balances and cash		89,688	54,016