

## CONSOLIDATED CASH FLOW STATEMENT

(Year ended 31 December 2004)

	<i>Notes</i>	<b>2004</b> <i>HK\$'000</i>	2003 <i>HK\$'000</i>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Profit before tax		<b>188,632</b>	141,623
Adjustments for:			
Interest income	5	<b>(6,110)</b>	(6,201)
Discount on acquisition of an amount due to a minority equityholder of subsidiaries	5	–	(4,338)
Negative goodwill recognised as income	5	<b>(662)</b>	(221)
Depreciation	6	<b>76,272</b>	79,048
Amortisation of reusable packaging materials	6	<b>14,059</b>	8,896
Write-off of fixed assets, net	6	<b>877</b>	4,257
Provision for other receivables	6	<b>7,000</b>	–
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Operating profit before working capital changes		<b>280,068</b>	223,064
Increase in inventories		<b>(22,937)</b>	(4,342)
Decrease/(increase) in trade receivables		<b>(16,270)</b>	3,440
Increase in prepayments, deposits and other receivables		<b>(5,561)</b>	(1,893)
Increase/(decrease) in trade payables		<b>6,157</b>	(6,649)
Increase/(decrease) in VAT payable		<b>(4,829)</b>	2,467
Increase in other payables and accruals		<b>13,192</b>	16,115
Increase/(decrease) in an amount due to the immediate holding company		<b>(2,177)</b>	2,319
Increase/(decrease) in an amount due to a fellow subsidiary		<b>(4,863)</b>	16,965
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Cash generated from operations		<b>242,780</b>	251,486
Interest received		<b>6,110</b>	5,473
Hong Kong profits tax paid		<b>(5,044)</b>	(3,973)
PRC corporate income tax paid		<b>(1,518)</b>	(10,026)
Dividends paid		<b>(41,838)</b>	(25,004)
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Net cash inflow from operating activities – page 38		<b>200,490</b>	217,956
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## CONSOLIDATED CASH FLOW STATEMENT (Cont'd)

(Year ended 31 December 2004)

	Notes	2004 <i>HK\$'000</i>	2003 <i>HK\$'000</i>
Net cash inflow from operating activities – page 37		<u>200,490</u>	<u>217,956</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Purchases of fixed assets		(250,087)	(20,676)
Purchases of reusable packaging materials		(16,050)	(16,424)
Increase in pledged and restricted bank balances	19	(6,825)	–
Acquisition of minority interests		–	(14,654)
Proceeds from disposal of fixed assets		–	424
Repayment of other receivable arising from disposal of a subsidiary in prior year		–	7,772
Interest received on other receivable arising from disposal of a subsidiary in prior year		–	728
		<u>–</u>	<u>728</u>
Net cash outflow from investing activities		<u>(272,962)</u>	<u>(42,830)</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Proceeds from issue of shares	25	253,072	321
Share issue expenses	25	(3,714)	–
Repayment of an amount due to minority equityholders of subsidiaries	28	(26,913)	(59,453)
		<u>–</u>	<u>(59,453)</u>
Net cash inflow/(outflow) from financing activities		<u>222,445</u>	<u>(59,132)</u>
<b>NET INCREASE IN CASH AND CASH EQUIVALENTS</b>		<b>149,973</b>	115,994
Cash and cash equivalents at beginning of year		347,668	232,734
Effect of foreign exchange rate changes, net		171	(1,060)
		<u>171</u>	<u>(1,060)</u>
<b>CASH AND CASH EQUIVALENTS AT END OF YEAR</b>		<b><u>497,812</u></b>	<b><u>347,668</u></b>
<b>ANALYSIS OF BALANCES OF CASH AND CASH EQUIVALENTS</b>			
Cash and bank balances	19	120,253	272,476
Non-pledged time deposits with original maturity of less than three months when acquired	19	377,559	75,192
		<u>377,559</u>	<u>75,192</u>
		<b><u>497,812</u></b>	<b><u>347,668</u></b>