

CONSOLIDATED CASH FLOW STATEMENT

FOR THE YEAR ENDED MARCH 31, 2005

	2005 HK\$'M	2004 HK\$'M
Operating activities		
Profit before taxation	187.5	335.4
Adjustments for:		
Interest income	(15.0)	(20.7)
Interest expenses	12.9	5.2
Share of profit of an associate	-	(1.6)
Depreciation and amortisation of property, plant and equipment	65.2	63.8
Amortisation of intangible assets	37.8	36.7
Amortisation of goodwill	1.1	1.0
Loss on disposal of property, plant and equipment	2.9	3.6
Gain from fair value adjustment of investment properties	(8.4)	-
Write-off of product development costs	9.7	3.6
Gain on deemed partial disposal of a subsidiary	(0.8)	(1.1)
Gain on disposal of an associate	-	(1.6)
Effect of foreign exchange rate changes on inter-company balances	(3.4)	(55.6)
Operating cash flows before movements in working capital	289.5	368.7
Increase in inventories	(209.9)	(148.5)
(Increase) decrease in trade and other receivables	(60.9)	2.6
(Decrease) increase in trade and other payables	(25.9)	111.0
Increase (decrease) in bills payables	19.9	(1.3)
Decrease in amount due to an associate	-	(0.1)
Cash generated from operations	12.7	332.4
Hong Kong Profits Tax paid	(42.8)	(28.0)
Hong Kong Profits Tax refunded	1.0	-
Tax paid in other jurisdictions	(11.2)	(5.2)
Net cash (used in) from operating activities	(40.3)	299.2
Investing activities		
Interest received	15.0	20.7
Dividend received from an associate	-	0.7
Purchase of property, plant and equipment	(97.6)	(46.3)
Proceeds from disposal of property, plant and equipment	2.7	1.7
Product development costs paid	(55.3)	(51.6)
Repurchase by a subsidiary of its own shares	(24.6)	-
Proceeds from disposal of an associate	-	61.8
Increase in long-term bank deposits	-	(58.5)
Net cash used in investing activities	(159.8)	(71.5)

	2005 HK\$'M	2004 HK\$'M
Financing activities		
Interest paid	(12.9)	(5.2)
Dividends paid	(187.6)	(145.3)
Dividends paid to minority shareholders of subsidiaries	(39.7)	(39.1)
Proceeds from issue of shares	1.7	4.8
Capital contributed by minority shareholders of a subsidiary	2.2	9.0
Repayment of obligations under finance leases	(0.2)	(0.2)
Bank loans raised	576.9	452.7
Repayment of bank loans	(363.4)	(335.0)
Net cash used in financing activities	(23.0)	(58.3)
Net (decrease) increase in cash and cash equivalents	(223.1)	169.4
Cash and cash equivalents at April 1	530.8	353.4
Effect of foreign exchange rate changes	(0.4)	8.0
Cash and cash equivalents at March 31	307.3	530.8
Analysis of the balances of cash and cash equivalents		
Bank deposits, balances and cash	603.7	829.8
Bank overdrafts	-	(2.6)
	603.7	827.2
Less: Long-term bank deposits	(296.4)	(296.4)
	307.3	530.8