

CONSOLIDATED CASH FLOW STATEMENT (Year ended 31 March 2005)

	Notes	2005 HK\$'000	2004 HK\$'000
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit before tax		40,513	22,956
Adjustments for:			
Finance costs	7	296	174
Share of profits less losses of associates		572	405
Interest income	5	(3,927)	(3,980)
Dividend income from listed investments	5	(16)	(17)
Loss on disposal of fixed assets	6	1,838	34
Depreciation	6	27,194	27,359
Provision for bad and doubtful debts, net	6	725	1,575
Provision for/(reversal of) inventory obsolescence, net	6	1,363	(1,951)
Unrealised gain on short term investments	6	(37)	(148)
Gain on disposal of short term investments	6	(23)	–
Surplus on revaluation of an investment property	6	(646)	(70)
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Operating profit before working capital changes		67,852	46,337
Decrease/(increase) in inventories		1,701	(389)
Increase in trade and bills receivables		(23,190)	(18,162)
Increase in prepayments, deposits and other receivables		(3,411)	(57)
Increase in trade payables		4,725	16,873
Decrease in bills payable		(550)	(8,685)
Increase/(decrease) in other payables and accrued liabilities		5,730	(4,185)
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Cash generated from operations		52,857	31,732
Interest paid		(296)	(174)
Hong Kong profits tax paid		(384)	(10,040)
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Net cash inflow from operating activities		52,177	21,518
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CASH FLOWS FROM INVESTING ACTIVITIES			
Interest received		3,927	3,980
Dividend received from listed investments		16	17
Purchases of fixed assets		(51,678)	(56,656)
Proceeds from disposal of fixed assets		7,780	87
Increase in advances to an associate		(2,003)	(1,882)
Proceeds from disposal of short term investments		303	–
Deposit paid for a land use right		(2,838)	–
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Net cash outflow from investing activities		(44,493)	(54,454)
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CONSOLIDATED CASH FLOW STATEMENT *(continued)*

	<i>Notes</i>	2005 HK\$'000	2004 HK\$'000
CASH FLOWS FROM FINANCING ACTIVITIES			
Repayment of bank loans		(2,000)	(2,000)
New bank loans		37,000	8,000
Dividends paid		(32,365)	(37,220)
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Net cash inflow/(outflow) from financing activities		2,635	(31,220)
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NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS			
		10,319	(64,156)
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Cash and cash equivalents at beginning of year		124,055	188,211
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CASH AND CASH EQUIVALENTS AT END OF YEAR			
		134,374	124,055
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ANALYSIS OF BALANCES OF CASH AND CASH EQUIVALENTS			
Cash and bank balances	22	40,930	28,357
Non-pledged time deposits with original maturity of less than three months when acquired	22	93,444	95,698
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		134,374	124,055
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