

Consolidated cash flow statement

Year ended March 31, 2005

	Note	2005 HK\$'000	2004 HK\$'000
OPERATING ACTIVITIES			
Profit/(loss) before taxation		14,182	(8,422)
Adjustment for:			
Depreciation of property, plant and equipment		2,078	2,496
Surplus on revaluation of investment properties		(1,270)	(1,230)
(Gain)/loss on disposal of property, plant and equipment		(3,601)	1,551
Gain on disposal of investment properties		—	(218)
Interest income		(11)	(1)
Interest on bank loans and overdrafts		128	165
Interest on finance lease payables		29	46
Interest on other loans		108	364
Operating profit/(loss) before working capital changes		11,643	(5,249)
(Increase)/decrease in rental deposits		(1,998)	3,797
(Increase)/decrease in inventories		(1,966)	6,637
Decrease/(increase) in prepayments, deposits and other receivables		3,258	(953)
Decrease in accounts receivables		247	721
Decrease in accounts payables		(1,809)	(118)
Decrease in accrued liabilities and other payables		(1,681)	(2,029)
Cash generated from operations		7,694	2,806
Interest received		11	1
Interest on bank loans and overdrafts		(128)	(165)
Interest on finance lease payables		(29)	(46)
Interest on other loans		(108)	(364)
Tax (paid)/refunded		(27)	56
NET CASH FROM OPERATING ACTIVITIES		7,413	2,288
INVESTING ACTIVITIES			
Increase in pledged bank deposits		(3,500)	—
Proceeds on disposal of property, plant and equipment		12,516	13,720
Purchase of property, plant and equipment		(2,775)	(633)
NET CASH FROM INVESTING ACTIVITIES		6,241	13,087
FINANCING ACTIVITIES			
Issue of shares	23	8	—
Repayments of bank loans		(4,067)	(2,224)
Repayments of other loans		(211)	(7,546)
Repayments of finance lease payables		(185)	(214)
Loans repaid to directors		—	(6,330)
NET CASH USED IN FINANCING ACTIVITIES		(4,455)	(16,314)
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS		9,199	(939)
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR		2,629	3,568
CASH AND CASH EQUIVALENTS AT END OF YEAR		11,828	2,629
ANALYSIS OF THE BALANCES OF CASH AND CASH EQUIVALENTS			
Bank balances and cash		14,091	2,629
Bank loans		(2,263)	—
		11,828	2,629