

## Consolidated Cash Flow Statement

For the year ended 31st March, 2005

	2005 HK\$	2004 HK\$
Cash flows from operating activities		
Profit before taxation	15,502,256	6,623,693
Adjustments for:		
Interest income	(281,012)	(232,960)
Interest on bank borrowings	1,598,338	682,548
Interest on obligations under finance lease	12,959	20,145
Amortisation of goodwill	188,679	125,786
Loss (gain) on disposal of property, plant and equipment	591,726	(898,093)
Depreciation and amortisation of property, plant and equipment	12,032,602	11,626,669
Allowance for bad and doubtful debts	1,666,195	—
Impairment loss (reversed) recognised in respect of property, plant and equipment	(1,400,000)	8,329,005
Negative goodwill arising on acquisition of additional interests in a subsidiary released	—	(112,662)
Surplus on revaluation of investment properties	(950,000)	—
Operating cash flows before movements in working capital	28,961,743	26,164,131
Increase in inventories	(24,253,945)	(16,610,086)
Increase in debtors and prepayments	(12,607,996)	(15,634,276)
Increase in creditors and accrued charges	22,569,579	9,149,506
Net cash generated from operations	14,669,381	3,069,275
Hong Kong Profits Tax paid	(10,213,410)	(7,005,371)
Net cash from (used in) operating activities	4,455,971	(3,936,096)
Cash flows from investing activities		
Purchases of property, plant and equipment	(8,494,312)	(4,717,608)
Purchase of additional interests in a subsidiary	—	(943,396)
Interest received	281,012	232,960
Proceeds from disposal of property, plant and equipment	962,263	1,025,542
Proceeds from disposal of associates	—	3,510,000
Net cash used in investing activities	(7,251,037)	(892,502)
Cash flows from financing activities		
Dividends paid	(11,141,168)	(22,282,336)
Principal repayments for obligations under finance lease	(147,233)	(138,639)
Interest paid on bank borrowings	(1,598,338)	(682,548)
Interest paid on obligations under finance lease	(12,959)	(20,145)
Net cash inflow from secured bank loans	4,973,758	15,200,092
Net cash used in financing activities	(7,925,940)	(7,923,576)
Net decrease in cash and cash equivalents	(10,721,006)	(12,752,174)
Cash and cash equivalents at beginning of the year	45,993,854	58,746,028
Cash and cash equivalents at end of the year	35,272,848	45,993,854
Analysis of the balances of cash and cash equivalents		
Bank balances, deposits and cash	35,272,848	45,993,854