

CONSOLIDATED CASH FLOW STATEMENT

For the year ended 31st March, 2005

	2005 HK\$'000	2004 HK\$'000
OPERATING ACTIVITIES		
Profit before tax	43,173	42,324
Adjustments for:		
Interest expenses	396	544
Dividend income from listed equity securities	(1,358)	(1,086)
Bank interest income	(891)	(778)
Interest income from investments in listed debt securities	(7,708)	(8,359)
Investment income on equity-linked notes	–	(589)
Other interest income	(1)	–
Surplus on revaluation of investment properties	(5,071)	(100)
Depreciation	1,978	2,555
Gain on disposal of investment property	–	(180)
Loss/(gain) on disposal of other fixed assets	13	(55)
Realized profit on other investments	(3,505)	(15,684)
Net unrealised profit from transfer of held-to-maturity securities into other investments	–	(883)
Unrealized gain on investments in listed equity securities	(8,098)	(3,852)
Operating profit before working capital changes	18,928	13,857
Decrease/(increase) in inventories	32,105	(46,990)
Decrease/(increase) in prepayments, deposits and other receivables	1,955	(1,041)
Decrease in trade receivables	1,100	2,866
Purchases of trading investments in listed equity securities	(47,226)	(86,392)
Proceeds from disposal of trading investments in listed equity securities	22,555	88,734
Purchases of investments in equity-linked notes	(19,663)	(34,412)
Proceeds from disposal of equity-linked notes	–	35,000
(Decrease)/increase in trade payables	(7,245)	2,184
(Decrease)/increase in other payables and accruals	(6,677)	29,355
(Decrease)/increase in trust receipt loans	(10,094)	18,094
Cash (used in)/from operations	(14,262)	21,255
Interest paid	(396)	(544)
Hong Kong profits tax paid	(3,432)	–
Net cash (used in)/from operating activities	(18,090)	20,711



CONSOLIDATED CASH FLOW STATEMENT (Continued)
For the year ended 31st March, 2005

	Note	2005 HK\$'000	2004 HK\$'000
INVESTING ACTIVITIES			
Dividend income from listed equity securities		1,358	1,086
Bank interest income		891	778
Interest received from investments in listed debt securities		7,708	8,359
Other interest income		1	–
Purchases of fixed assets		(669)	(695)
Acquisition of unlisted equity securities		(7,800)	–
Purchases of investment properties		(5,419)	–
Purchases of investments in listed debt securities		–	(100,564)
Purchases of investments in listed equity securities		(7,468)	(22,993)
Proceeds from disposal of investments in listed equity securities		25,574	–
Proceeds from disposal of investment properties		–	3,615
Proceeds from disposal of other fixed assets		103	759
Proceeds from disposal of investments in listed debt securities		16,744	74,563
Net cash from/(used in) investing activities		31,023	(35,092)
FINANCING ACTIVITIES			
Dividend paid		(45,004)	(9,558)
Capital element of finance lease rental payments		(15)	(15)
Acquisition of other loan		6,195	–
Acquisition of short-term bank loans		47,199	–
Net cash from/(used in) financing activities		8,375	(9,573)
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS		21,308	(23,954)
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR		47,947	71,901
CASH AND CASH EQUIVALENTS AT END OF YEAR	20	69,255	47,947