

CONSOLIDATED CASH FLOW STATEMENT

For the year ended 31 March 2005

	2005 HK\$'000	2004 HK\$'000
OPERATING ACTIVITIES		
Profit from operations	344,737	227,242
Adjustments for:		
Interest income	(2,294)	(895)
Amortisation of deferred charter hire	16,566	–
Depreciation	28,429	25,472
Gain on disposal of investments in securities	–	(4,471)
Impairment loss on unlisted equity securities	200	–
Allowance for amounts due from associates	5,000	3,044
Revaluation increase on revaluation of land and buildings	(257)	(933)
Loss on deemed disposal of a subsidiary	1,196	2,555
Amortisation of goodwill	5,396	678
Loss on disposal of property, plant and equipment	1,894	22
Release of negative goodwill	(1,157)	(169)
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Operating cash flows before movements in working capital	399,710	252,545
Increase in inventories	(515,906)	(202,870)
Increase in trade and other receivables	(467,314)	(433,521)
Decrease (increase) in trade receivables with insurance coverage	37,894	(147,489)
(Increase) decrease in advances to suppliers	(31,386)	5,115
(Increase) decrease in trade receivables from associates	(5,761)	75,692
Increase in amounts due from associates	(6,578)	(5,210)
Increase in amount due from a jointly-controlled entity	(42,279)	–
Increase (decrease) in trade and other payables	156,955	(214,902)
Increase (decrease) in discounting advances drawn on trade receivables with insurance coverage	116,197	(8,566)
Increase in amount due to an associate	7,863	–
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Cash used in operation	(350,605)	(679,206)
Hong Kong Profits Tax paid	(1,876)	(2,303)
Overseas tax paid	(606)	(250)
Interest paid	(97,731)	(76,186)
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NET CASH USED IN OPERATING ACTIVITIES	(450,818)	(757,945)

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For the year ended 31 March 2005

	NOTES	2005 HK\$'000	2004 HK\$'000
INVESTING ACTIVITIES			
Purchase of property, plant and equipment		(96,375)	(36,096)
Proceeds on disposal of property, plant and equipment		3,115	6,380
Purchase of investments in securities		(5,636)	(13,500)
Acquisition of interests in associates		–	(3,159)
Acquisition of business	37	–	(23,285)
Proceeds on disposal of investments in securities		–	25,603
Net cash outflow arising on acquisition of a jointly controlled entity	16	(141,077)	–
Acquisition of additional interest in a subsidiary		(27,852)	(1,251)
(Increase) decrease in pledged deposits		(10,057)	7,379
Interest received		2,294	895
NET CASH USED IN INVESTING ACTIVITIES		(275,588)	(37,034)
FINANCING ACTIVITIES			
Issue of ordinary share capital		675	372,588
Shares issue expenses		(11)	(6,552)
Contribution from minority shareholders		5,561	69,364
Net bank borrowings raised		712,385	550,033
Dividend paid		(48,972)	(32,100)
Dividend paid to minority shareholders		(13,783)	(8,614)
NET CASH FROM FINANCING ACTIVITIES		655,855	944,719
NET (DECREASE) INCREASE IN CASH AND CASH EQUIVALENTS		(70,551)	149,740
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE YEAR		343,420	193,680
Effect of translation difference		466	–
CASH AND CASH EQUIVALENTS AT END OF THE YEAR		273,335	343,420
Represented by:			
Bank balances and cash		282,442	358,458
Bank overdrafts		(9,107)	(15,038)
		273,335	343,420