

# CONSOLIDATED CASH FLOW STATEMENT

FOR THE YEAR ENDED MARCH 31, 2005

	2005 <i>HK\$'000</i>	2004 <i>HK\$'000</i>
Operating activities		
Profit before taxation	11,701	8,191
Adjustments for:		
Interest income	(192)	(98)
Allowance for inventories	722	–
Depreciation	2,490	2,191
Gain on realisation of equity-linked note	–	(186)
(Gain) loss on disposals of property, plant and equipment	(9)	39
	<u>14,712</u>	<u>10,137</u>
Operating cash flows before movements in working capital	14,712	10,137
Increase in inventories	(4,411)	(8,929)
Increase in trade and other receivables	(3,070)	(5,362)
(Decrease) increase in trade and other payables	(470)	11,674
	<u>6,761</u>	<u>7,520</u>
Cash generated from operating activities	6,761	7,520
Hong Kong Profits Tax paid	(552)	(1,967)
	<u>6,209</u>	<u>5,553</u>
Net cash generated from operating activities	6,209	5,553
Investing activities		
Interest received	192	98
Purchase of property, plant and equipment	(986)	(3,395)
Proceeds from realisation of equity-linked note	–	186
Proceeds from disposals of property, plant and equipment	26	3
Increase in pledged bank deposit	(113)	(8,031)
	<u>(881)</u>	<u>(11,139)</u>
Net cash used in investing activities	(881)	(11,139)
Cash used in financing activity		
Dividend paid	(3,341)	–
	<u>(3,341)</u>	<u>–</u>
Net increase (decrease) in cash and cash equivalents	1,987	(5,586)
Cash and cash equivalents at April 1	30,085	35,671
	<u>32,072</u>	<u>30,085</u>
Cash and cash equivalents at March 31	32,072	30,085
Analysis of the balances of cash and cash equivalents:		
Bank balances and cash	<u>32,072</u>	<u>30,085</u>