

Consolidated Cash Flow Statement

For the year ended 31 March 2005

	2005 HK\$'000	2004 HK\$'000
Cash flows from operating activities		
Loss before taxation	(26,507)	(11,257)
Adjustments for:		
Depreciation	11,728	10,548
Gain on disposal of tangible fixed assets	(30)	–
Interest income	(38)	(68)
Interest expense	386	202
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Operating loss before movements in working capital	(14,461)	(575)
(Increase)/decrease in inventories	(10,473)	7,162
Decrease in trade and other receivables	970	1,400
Increase/(decrease) in trade and other payables	9,673	(3,345)
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Cash (used in)/generated from operations	(14,291)	4,642
PRC enterprise income tax paid	(462)	–
Hong Kong profits tax refunded	–	1,543
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Net cash (used in)/generated from operating activities	(14,753)	6,185
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Cash flows from investing activities		
Interest received	38	68
Payment for acquisition of tangible fixed assets	(13,941)	(13,323)
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Net cash used in investing activities	(13,903)	(13,255)
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Cash flows from financing activities		
Net proceeds from disposal of tangible fixed assets	30	–
Short-term bank loans raised	22,017	15,000
Repayment of short-term bank loan	(15,000)	–
Interest paid	(386)	(202)
Dividends paid	–	(4,800)
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Net cash generated from financing activities	6,661	9,998
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(Decrease)/increase in cash and cash equivalents	(21,995)	2,928
Cash and cash equivalents brought forward	41,708	38,780
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Cash and cash equivalents carried forward	19,713	41,708
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Analysis of the balances of cash and cash equivalents		
Cash and bank balances	19,713	41,708
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