CONSOLIDATED CASH FLOW STATEMENT

Year ended 31 March 2005

Profit before tax		Notes	2005 HK\$'000	2004 HK\$'000
Profit before tax	CASH FLOWS FROM OPERATING ACTIVITIES			
Finance costs 7 213 332 Interest income 6 (219) (234) Depreciation 6 1,568 1,627 Revaluation surplus on fixed assets 6 3,019) (216) Loss/(gain) on disposal of fixed assets 6 65 (40) Impairment of long term investments 6 1,262 2,102 Operating profit before working capital changes 12,852 6,136 Decrease in inventories (17,186) (2,554) Decrease in other receivables, prepayments and deposits 2,066 1,408 Increase in inventories 1,589 (1,508) Increase in other receivables, prepayments and deposits 2,066 1,408 Increase in other payables and accruals 215 101 Cash generated from/(used in) operations (1,910) 7,580 Overseas taxes paid (66) (92) Net cash inflow/(outflow) from operating activities (1,976) 7,488 CASH FLOWS FROM INVESTING ACTIVITIES 1 400 1,665 Increase in pledged bank dep	Profit before tax		12,982	2,565
Depreciation	· ·	7	213	332
Revaluation surplus on fixed assets 6 (3,019) (216) Loss/(gain) on disposal of fixed assets 6 65 (40) Impairment of long term investments 6 1,262 2,102 Operating profit before working capital changes 12,852 (6,136 Decrease/(increase) in trade and bills receivables (1,440) 3,997 Increase in inventories (17,186) (2,554) Decrease in other receivables, prepayments and deposits 2,060 1,408 Increase (in inventories 2,060 1,408 Decrease in other payables and accruals 215 101 Cash generated from/(used in) operations (1,910) 7,580 Overseas taxes paid (66) (92) Net cash inflow/(outflow) from operating activities (1,976) 7,488 CASH FLOWS FROM INVESTING ACTIVITIES 14 (409) (665) Purchases of fixed assets 14 (409) (665) Proceeds from disposal of fixed assets 14 (409) (665) Proceeds from disposal of fixed assets (3,001) (20) Net cash outflow from investing activities (3,001) (20) Net cash outflow from investing activities (3,001) (20) CASH FLOWS FROM FINANCING ACTIVITIES (3,001) (208) CASH FLOWS FROM FINANCING ACTIVITIES (3,001) (208) (3,001) (3,00	Interest income	6	(219)	(234)
Loss/(gain) on disposal of fixed assets 6 65 (40) Impairment of long term investments 6 1,262 2,102 Operating profit before working capital changes 12,852 6,136 Decrease/(increase) in trade and bills receivables (17,486) (2,554) Decrease in inventories (17,186) (2,554) Decrease in other receivables, prepayments and deposits 2,060 1,408 Increase in other receivables, prepayments and deposits 2,158 (1,508) Increase in other payables and accruals 215 101 Cash generated from/(used in) operations (1,910) 7,580 Overseas taxes paid (66) (92) Net cash inflow/(outflow) from operating activities (1,976) 7,488 CASH FLOWS FROM INVESTING ACTIVITIES Interest received 219 347 Purchases of fixed assets 14 (409) (665) Proceeds from disposal of fixed assets 2,000 (3,001) (20) Net cash outflow from investing activities (3,001) (20) Net cash outflow from investing activities (3,001) (20) CASH FLOWS FROM FINANCING ACTIVITIES Repayment of bank loans - (934) Decrease in trust receipt loans - (934) Decrease in trust receip	•	6	1,568	1,627
Impairment of long term investments	1	6		
Departing profit before working capital changes 12,852 6,136				` '
Decrease (fincrease) in trade and bills receivables	Impairment of long term investments	6	1,262	2,102
Decrease (fincrease) in trade and bills receivables	Operating profit before working capital changes		12,852	6,136
Decrease in other receivables, prepayments and deposits 1,408 Increase/(decrease) in trade payables 1,589 (1,508) Increase in other payables and accruals 215 101			(1,440)	3,997
Increase (decrease) in trade payables 1,589 (1,508) Increase in other payables and accruals 215 101	Increase in inventories		(17,186)	(2,554)
Cash generated from/(used in) operations	Decrease in other receivables, prepayments and deposits		2,060	1,408
Cash generated from/(used in) operations (1,910) 7,580 Overseas taxes paid (66) (92) Net cash inflow/(outflow) from operating activities (1,976) 7,488 CASH FLOWS FROM INVESTING ACTIVITIES 219 347 Purchases of fixed assets 14 (409) (665) Proceeds from disposal of fixed assets - 40 Increase in pledged bank deposits (3,001) (20) Net cash outflow from investing activities (3,191) (298) CASH FLOWS FROM FINANCING ACTIVITIES - (934) Repayment of bank loans - (934) Decrease in trust receipt loans - (922) Capital element of hire purchase contract payments (204) (191) Interest paid (213) (332) Dividends paid (5,072) - Net cash outflow from financing activities (5,489) (4,729) NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS (10,656) 2,461 Cash and cash equivalents at beginning of year 1,951 (510) CASH AND CASH	Increase/(decrease) in trade payables		1,589	(1,508)
Overseas taxes paid (66) (92) Net cash inflow/(outflow) from operating activities (1,976) 7,488 CASH FLOWS FROM INVESTING ACTIVITIES 19 347 Purchases of fixed assets 14 (409) (665) Purchases of fixed assets 14 (409) (665) Proceeds from disposal of fixed assets 14 (409) (665) Proceeds from disposal of fixed assets 1 40 Increase in pledged bank deposits (3,001) (20) Net cash outflow from investing activities 3,191) (298) CASH FLOWS FROM FINANCING ACTIVITIES - (934) Repayment of bank loans - (934) Decrease in trust receipt loans - (934) Capital element of hire purchase contract payments (204) (191) Interest paid (213) (332) Dividends paid (5,072) - Net cash outflow from financing activities (5,489) (4,729) NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS (10,656) 2,461 C	Increase in other payables and accruals		215	101
Overseas taxes paid (66) (92) Net cash inflow/(outflow) from operating activities (1,976) 7,488 CASH FLOWS FROM INVESTING ACTIVITIES 19 347 Purchases of fixed assets 14 (409) (665) Purchases of fixed assets 14 (409) (665) Proceeds from disposal of fixed assets 14 (409) (665) Proceeds from disposal of fixed assets 1 40 Increase in pledged bank deposits (3,001) (20) Net cash outflow from investing activities 3,191) (298) CASH FLOWS FROM FINANCING ACTIVITIES - (934) Repayment of bank loans - (934) Decrease in trust receipt loans - (934) Capital element of hire purchase contract payments (204) (191) Interest paid (213) (332) Dividends paid (5,072) - Net cash outflow from financing activities (5,489) (4,729) NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS (10,656) 2,461 C	Cash generated from/(used in) operations		(1,910)	7,580
CASH FLOWS FROM INVESTING ACTIVITIES 219 347 Purchases of fixed assets 14 (409) (665) Proceeds from disposal of fixed assets - 40 Increase in pledged bank deposits (3,001) (20) Net cash outflow from investing activities (3,191) (298) CASH FLOWS FROM FINANCING ACTIVITIES - (934) Repayment of bank loans - (934) Decrease in trust receipt loans - (3,272) Capital element of hire purchase contract payments (204) (191) Interest paid (213) (332) Dividends paid (5,072) - Net cash outflow from financing activities (5,489) (4,729) NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS (10,656) 2,461 Cash and cash equivalents at beginning of year 1,951 (510) CASH AND CASH EQUIVALENTS AT END OF YEAR (8,705) 1,951 ANALYSIS OF BALANCES OF CASH AND CASH EQUIVALENTS 4,964 2,117 Bank overdrafts, secured (13,669) (166)				
Interest received 219 347 Purchases of fixed assets 14 (409) (665) Proceeds from disposal of fixed assets - 40 Increase in pledged bank deposits (3,001) (20) Net cash outflow from investing activities (3,191) (298) CASH FLOWS FROM FINANCING ACTIVITIES - (934) Repayment of bank loans - (934) Decrease in trust receipt loans - (3,272) Capital element of hire purchase contract payments (204) (191) Interest paid (213) (332) Dividends paid (5,072) - Net cash outflow from financing activities (5,489) (4,729) NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS (10,656) 2,461 Cash and cash equivalents at beginning of year 1,951 (510) CASH AND CASH EQUIVALENTS AT END OF YEAR (8,705) 1,951 ANALYSIS OF BALANCES OF CASH AND CASH EQUIVALENTS 4,964 2,117 Bank overdrafts, secured (13,669) (166)	Net cash inflow/(outflow) from operating activities		(1,976)	7,488
Interest received 219 347 Purchases of fixed assets 14 (409) (665) Proceeds from disposal of fixed assets - 40 Increase in pledged bank deposits (3,001) (20) Net cash outflow from investing activities (3,191) (298) CASH FLOWS FROM FINANCING ACTIVITIES - (934) Repayment of bank loans - (934) Decrease in trust receipt loans - (3,272) Capital element of hire purchase contract payments (204) (191) Interest paid (213) (332) Dividends paid (5,072) - Net cash outflow from financing activities (5,489) (4,729) NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS (10,656) 2,461 Cash and cash equivalents at beginning of year 1,951 (510) CASH AND CASH EQUIVALENTS AT END OF YEAR (8,705) 1,951 ANALYSIS OF BALANCES OF CASH AND CASH EQUIVALENTS 4,964 2,117 Bank overdrafts, secured (13,669) (166)	CASH FLOWS FROM INVESTING ACTIVITIES			
Proceeds from disposal of fixed assets — 40 Increase in pledged bank deposits (3,001) (20) Net cash outflow from investing activities (3,191) (298) CASH FLOWS FROM FINANCING ACTIVITIES FRepayment of bank loans — (934) Decrease in trust receipt loans — (3,272) Capital element of hire purchase contract payments (204) (191) Interest paid (213) (332) Dividends paid (5,072) — Net cash outflow from financing activities (5,489) (4,729) NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS (10,656) 2,461 Cash and cash equivalents at beginning of year 1,951 (510) CASH AND CASH EQUIVALENTS AT END OF YEAR (8,705) 1,951 ANALYSIS OF BALANCES OF CASH AND CASH EQUIVALENTS 4,964 2,117 Bank overdrafts, secured (13,669) (166)			219	347
Increase in pledged bank deposits	Purchases of fixed assets	14	(409)	(665)
Net cash outflow from investing activities (3,191) (298) CASH FLOWS FROM FINANCING ACTIVITIES - (934) Repayment of bank loans - (934) Decrease in trust receipt loans - (3,272) Capital element of hire purchase contract payments (204) (191) Interest paid (213) (332) Dividends paid (5,072) - Net cash outflow from financing activities (5,489) (4,729) NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS (10,656) 2,461 Cash and cash equivalents at beginning of year 1,951 (510) CASH AND CASH EQUIVALENTS AT END OF YEAR (8,705) 1,951 ANALYSIS OF BALANCES OF CASH AND CASH EQUIVALENTS 4,964 2,117 Cash and bank balances 4,964 2,117 Bank overdrafts, secured (13,669) (166)	Proceeds from disposal of fixed assets		_	40
CASH FLOWS FROM FINANCING ACTIVITIES Repayment of bank loans - (934) Decrease in trust receipt loans - (3,272) Capital element of hire purchase contract payments (204) (191) Interest paid (213) (332) Dividends paid (5,072) - Net cash outflow from financing activities (5,489) (4,729) NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS (10,656) 2,461 Cash and cash equivalents at beginning of year 1,951 (510) CASH AND CASH EQUIVALENTS AT END OF YEAR (8,705) 1,951 ANALYSIS OF BALANCES OF CASH AND CASH EQUIVALENTS 4,964 2,117 Cash and bank balances 4,964 2,117 Bank overdrafts, secured (13,669) (166)	Increase in pledged bank deposits		(3,001)	(20)
Repayment of bank loans - (934) Decrease in trust receipt loans - (3,272) Capital element of hire purchase contract payments (204) (191) Interest paid (213) (332) Dividends paid (5,072) - Net cash outflow from financing activities (5,489) (4,729) NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS (10,656) 2,461 Cash and cash equivalents at beginning of year 1,951 (510) CASH AND CASH EQUIVALENTS AT END OF YEAR (8,705) 1,951 ANALYSIS OF BALANCES OF CASH AND CASH EQUIVALENTS 4,964 2,117 Cash and bank balances 4,964 2,117 Bank overdrafts, secured (13,669) (166)	Net cash outflow from investing activities		(3,191)	(298)
Decrease in trust receipt loans Capital element of hire purchase contract payments Interest paid Dividends paid Net cash outflow from financing activities NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS Cash and cash equivalents at beginning of year CASH AND CASH EQUIVALENTS AT END OF YEAR ANALYSIS OF BALANCES OF CASH AND CASH EQUIVALENTS Cash and bank balances Bank overdrafts, secured (3,272) (191) (204) (191) (213) (332) (4,729) (4,729) (10,656) (10,656	CASH FLOWS FROM FINANCING ACTIVITIES			
Capital element of hire purchase contract payments Interest paid Dividends paid (213) (332) Dividends paid (5,072) — Net cash outflow from financing activities (5,489) (4,729) NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS Cash and cash equivalents at beginning of year (10,656) 2,461 CASH AND CASH EQUIVALENTS AT END OF YEAR (8,705) 1,951 ANALYSIS OF BALANCES OF CASH AND CASH EQUIVALENTS Cash and bank balances Bank overdrafts, secured (13,669) (166)	Repayment of bank loans		_	(934)
Interest paid Dividends paid (213) (332) Dividends paid (5,072) — Net cash outflow from financing activities (5,489) (4,729) NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS Cash and cash equivalents at beginning of year (10,656) 2,461 Cash and cash equivalents at beginning of year (1951) (510) CASH AND CASH EQUIVALENTS AT END OF YEAR (8,705) 1,951 ANALYSIS OF BALANCES OF CASH AND CASH EQUIVALENTS Cash and bank balances 4,964 2,117 Bank overdrafts, secured (13,669) (166)	Decrease in trust receipt loans		_	(3,272)
Dividends paid (5,072) — Net cash outflow from financing activities (5,489) (4,729) NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS (10,656) 2,461 Cash and cash equivalents at beginning of year 1,951 (510) CASH AND CASH EQUIVALENTS AT END OF YEAR (8,705) 1,951 ANALYSIS OF BALANCES OF CASH AND CASH EQUIVALENTS Cash and bank balances 4,964 2,117 Bank overdrafts, secured (13,669) (166)	Capital element of hire purchase contract payments		` ′	` /
Net cash outflow from financing activities (5,489) (4,729) NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS (ash and cash equivalents at beginning of year (10,656) 2,461 (510) CASH AND CASH EQUIVALENTS AT END OF YEAR (8,705) 1,951 ANALYSIS OF BALANCES OF CASH AND CASH EQUIVALENTS Cash and bank balances 4,964 2,117 Bank overdrafts, secured (13,669) (166)	1			(332)
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS Cash and cash equivalents at beginning of year CASH AND CASH EQUIVALENTS AT END OF YEAR (8,705) ANALYSIS OF BALANCES OF CASH AND CASH EQUIVALENTS Cash and bank balances 4,964 2,117 Bank overdrafts, secured (13,669) (166)	Dividends paid		(5,072)	
Cash and cash equivalents at beginning of year 1,951 (510) CASH AND CASH EQUIVALENTS AT END OF YEAR (8,705) 1,951 ANALYSIS OF BALANCES OF CASH AND CASH EQUIVALENTS Cash and bank balances 4,964 2,117 Bank overdrafts, secured (13,669) (166)	Net cash outflow from financing activities		(5,489)	(4,729)
CASH AND CASH EQUIVALENTS AT END OF YEAR (8,705) 1,951 ANALYSIS OF BALANCES OF CASH AND CASH EQUIVALENTS Cash and bank balances Bank overdrafts, secured (13,669) (166)	NET INCREASE/(DECREASE) IN CASH AND CASH EQU	IVALENTS	(10,656)	2,461
ANALYSIS OF BALANCES OF CASH AND CASH EQUIVALENTS Cash and bank balances Bank overdrafts, secured 4,964 2,117 (13,669) (166)	Cash and cash equivalents at beginning of year		1,951	(510)
Cash and bank balances 4,964 2,117 Bank overdrafts, secured (13,669) (166)	CASH AND CASH EQUIVALENTS AT END OF YEAR		(8,705)	1,951
Bank overdrafts, secured (13,669) (166)	ANALYSIS OF BALANCES OF CASH AND CASH EQUIVA	LENTS		
	_		4,964	2,117
(8,705) 1,951	Bank overdrafts, secured		(13,669)	(166)
			(8,705)	1,951