

CONSOLIDATED CASH FLOW STATEMENT

For the year ended 31st March, 2005

	2005 HK\$'000	2004 HK\$'000
Operating activities		
Profit from operations	200,947	59,152
Adjustments for:		
Depreciation and amortisation	27,278	23,195
Unrealised loss on derivative financial instruments	7,779	–
Allowance for doubtful debts	6,357	1,251
Transfer of previously recognised revaluation decrease of investment properties from investment property revaluation reserve	1,478	–
Unrealised loss (gain) on investments in trading securities	448	(22,682)
Loss (gain) on disposals of property, plant and equipment	158	(74)
Gain on disposal of investment properties	(193,905)	–
Dividend income	(1,605)	(1,737)
Realised gain on derivative financial instruments	(654)	–
Interest income	(427)	(56)
Revaluation increase of investment properties	(300)	(608)
Gain on disposal of investments in trading securities	–	(17,899)
Operating cash flows before movements in working capital	47,554	40,542
Increase in inventories	(22,593)	(4,843)
Decrease (increase) in trade and other receivables	1,553	(24,802)
Decrease (increase) in bills receivable	4,296	(2,888)
Increase in trade and other payables	12,449	25,373
(Decrease) increase in bills payable	(1,635)	1,561
Cash generated from operations	41,624	34,943
Hong Kong Profits Tax paid	(2,189)	(9)
Income tax paid in the People's Republic of China (the "PRC")	(543)	–
Net cash from operating activities	38,892	34,934
Investing activities		
Net proceeds from disposal of investment properties	385,135	–
Dividend received	1,639	2,768
Proceeds from sale of derivative financial instruments	1,098	–
Interest received	427	56
Proceeds from disposals of property, plant and equipment	30	185
Purchase of property, plant and equipment	(50,344)	(44,395)
Purchase of investments in trading securities	(33,000)	–
Purchase of investments in non-trading securities	(10,827)	–
Deposits paid for acquisition of plant and equipment	(1,912)	(8,886)
Proceeds on disposal of investments in trading securities	–	49,568
Investment in an associate	–	(40,000)
Net cash from (used in) investing activities	292,246	(40,704)

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For the year ended 31st March, 2005

	2005 <i>HK\$'000</i>	2004 <i>HK\$'000</i>
Financing activities		
(Repayment) advance of bank loans	(157,765)	11,496
Dividend paid	(10,436)	–
Interest paid	(2,819)	(2,993)
(Decrease) increase in amount due to an associate	(404)	3,917
Repayments of trust receipt loans	–	(12,362)
Net cash (used in) from financing activities	(171,424)	58
Net increase (decrease) in cash and cash equivalents	159,714	(5,712)
Cash and cash equivalents at beginning of the year	9,972	15,684
Cash and cash equivalents at end of the year, represented by	169,686	9,972
Being:		
Bank balances and cash	169,686	10,270
Bank overdrafts	–	(298)
	169,686	9,972