

# CONSOLIDATED CASH FLOW STATEMENT

For the year ended 31st March, 2005

	2005	2004
<i>NOTES</i>	<b>HK\$'000</b>	<i>HK\$'000</i>
<b>OPERATING ACTIVITIES</b>		
Profit from operations	<b>4,195</b>	35,377
Adjustments for:		
Amortisation of goodwill	<b>1,213</b>	1,039
Allowance for bad and doubtful debts	<b>2,654</b>	–
Amortisation of textile quota entitlements	<b>12,086</b>	5,000
Depreciation and amortisation	<b>23,470</b>	24,197
Impairment loss on goodwill	<b>1,870</b>	–
Interest income	<b>(81)</b>	(269)
Gain on disposal of property, plant and equipment	–	(650)
Realised and unrealised holding gain on trading securities	<b>(90)</b>	(510)
Investment income from investments in securities	–	(2,360)
Operating cash flows before movements in working capital	<b>45,317</b>	61,824
Increase in inventories	<b>(5,690)</b>	(53,973)
Decrease (increase) in trade and other receivables	<b>5,210</b>	(29,308)
Decrease in bills receivable	<b>6,303</b>	1,367
Increase in trade and other payables	<b>1,796</b>	9,392
Decrease in bills payable	<b>(6,613)</b>	(1,305)
Cash from (used in) operations	<b>46,323</b>	(12,003)
Income taxes paid	<b>(188)</b>	(2,169)
Interest paid	<b>(641)</b>	(219)
Interest received	<b>81</b>	269
<b>NET CASH FROM (USED IN) OPERATING ACTIVITIES</b>	<b>45,575</b>	(14,122)

# CONSOLIDATED CASH FLOW STATEMENT

For the year ended 31st March, 2005

	NOTES	2005 HK\$'000	2004 HK\$'000
<b>INVESTING ACTIVITIES</b>			
Purchase of property, plant and equipment		<b>(17,453)</b>	(42,070)
Purchase of investments in securities		<b>(15,600)</b>	(6,494)
Increase in pledged bank deposit		<b>(312)</b>	(3,688)
Proceeds from disposal of trading securities		<b>8,651</b>	38,770
Disposal of a subsidiary	26	<b>5,426</b>	-
Proceeds from disposal of property, plant and equipment		-	770
Acquisition of a subsidiary	27	-	(18,425)
Proceeds from disposal of a subsidiary in prior year		-	7,030
Dividend received from investment in securities		-	2,360
<b>NET CASH USED IN INVESTING ACTIVITIES</b>		<b>(19,288)</b>	(21,747)
<b>FINANCING ACTIVITIES</b>			
Repayment of bank loan		<b>(6,202)</b>	-
Repayments of obligations under finance leases		<b>(832)</b>	-
Dividend paid to minority shareholders		<b>(4,800)</b>	(750)
Contribution from minority shareholder of a subsidiary		<b>500</b>	-
Dividend paid		-	(22,537)
Issue of shares		-	985
New bank loan raised		-	6,202
<b>NET CASH USED IN FINANCING ACTIVITIES</b>		<b>(11,334)</b>	(16,100)
<b>NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS</b>		<b>14,953</b>	(51,969)
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF THE YEAR</b>		<b>23,179</b>	75,148
<b>CASH AND CASH EQUIVALENTS AT END OF THE YEAR, represented by bank balances and cash</b>		<b>38,132</b>	23,179