

26 Consolidated Cash Flow Statement

For the year ended 31 March 2005

<i>Notes</i>	2005 HK\$'000	2004 HK\$'000
Cash flows from operating activities		
Profit before taxation	38,077	43,736
Adjustments for :		
Interest expense	638	155
Interest income	(2,083)	(1,316)
Dividend income from listed investments	(46)	(110)
Gain on disposal of listed investments	(308)	(488)
Gain on disposal of unlisted investments	(193)	(109)
Gain on disposal of property, plant and equipment	(65)	(22)
Net unrealised loss on other investments	183	62
Depreciation	27,448	25,149
Amortisation of goodwill	105	105
Revaluation surplus on leasehold land and buildings	(1,765)	(2,821)
Revaluation surplus on investment properties	(2,512)	(3,206)
Provision for doubtful debts on trade receivables	1,408	–
Provision for doubtful debts on other receivables	1,711	–
Operating profit before working capital changes	62,598	61,135
Increase in inventories	(3,369)	(10,909)
Increase in trade and bills receivables	(13,638)	(2,077)
Increase in prepayments, deposits and other receivables	(2,974)	(2,588)
(Increase)/Decrease in other investments	(33,299)	2,848
Increase in trade payables	7,755	13,786
Increase in accrued liabilities and other payables	21,657	1,661
Cash generated from operations	38,730	63,856
Interest received	2,083	1,316
Interest paid	(638)	(155)
Dividend income from listed investments	46	110
Dividends paid	(19,468)	(13,469)
Income tax paid	(5,216)	(1,992)
Net cash generated from operating activities	15,537	49,666

	<i>Notes</i>	2005 HK\$'000	2004 HK\$'000
Cash flows from investing activities			
Purchases of property, plant and equipment		(34,068)	(57,463)
Purchases of investment properties		–	(764)
Withdrawal/(Placement) of bank deposits		930	(5,934)
Proceeds from disposal of property, plant and equipment		16,529	666
Net cash used in investing activities		(16,609)	(63,495)
Cash flows from financing activities			
(Decrease)/Increase in trust receipt loans		(1,822)	1,822
Proceeds from placement of new shares	22(a)	–	17,855
Proceeds from issuance of ordinary shares through exercise of share options	22(b)	1,293	–
Repayment of bank loan		(5,600)	–
Borrowing of bank loan		9,510	20,000
Net cash generated from financing activities		3,381	39,677
Net increase in cash and cash equivalents		2,309	25,848
Cash and cash equivalents at beginning of year		82,541	56,693
Cash and cash equivalents at end of year		84,850	82,541
Analysis of balances of cash and cash equivalents			
Cash in hand, bank balances, and time deposits with original maturity of less than three months			
	19	84,853	78,054
Cash placed at a securities brokerage firm			
	19	1,366	1,199
Time deposits with original maturity of more than three months			
	19	5,670	6,600
Short-term currency note			
	19	–	3,900
Less: Time deposits with original maturity of more than three months			
		(5,670)	(6,600)
Bank overdrafts, secured			
	21	(1,369)	(612)
		84,850	82,541