

CONSOLIDATED CASH FLOW STATEMENT

For the year ended 31 December 2005

	2005 US\$'000	2004 US\$'000 (restated)
OPERATING ACTIVITIES		
Profit before taxation	22,527	23,548
Adjustments for:		
Bank interest income	(495)	(137)
Dividend income	(579)	(926)
Gain on disposal of property, plant and equipment	(43)	(150)
Loss for the year from discontinued operations	–	(253)
Share options expense	450	373
Depreciation and amortisation	4,911	4,200
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Operating cash flows before movements in working capital	26,771	26,655
Increase in inventories	(277)	(256)
Decrease (increase) in trade and other receivables	10,094	(9,881)
Decrease in amount due from fellow subsidiaries	–	7,491
Increase in trade and other payables	5,882	5,908
Decrease in amount due to a fellow subsidiary	(31)	–
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Cash generated from operations	42,439	29,917
Hong Kong Profits Tax paid	–	(41)
PRC		
– enterprise income tax paid	(2,954)	(2,275)
– enterprise income tax refunded	4,613	1,216
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NET CASH FROM OPERATING ACTIVITIES	44,098	28,817
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INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(12,984)	(21,060)
Purchase of other assets	(74)	–
Acquisition of subsidiaries (note 25)	3,982	–
Dividends received	579	1,770
Interest received	495	137
Proceeds on disposal of property, plant and equipment	44	273
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NET CASH USED IN INVESTING ACTIVITIES	(7,958)	(18,880)
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FINANCING ACTIVITIES		
Dividends paid	(11,391)	(3,846)
Repayment to holding company	(1,890)	–
Repayment to a former shareholder of a subsidiary	(472)	–
Repayments to fellow subsidiaries	–	(2,885)
Repayment from holding company	–	10,000
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NET CASH (USED IN) FROM FINANCING ACTIVITIES	(13,753)	3,269
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NET INCREASE IN CASH AND CASH EQUIVALENTS	22,387	13,206
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE YEAR	22,079	8,873
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CASH AND CASH EQUIVALENTS AT END OF THE YEAR, representing bank balances and cash	44,466	22,079
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