

Consolidated Cash Flow Statement

For the year ended 31st December, 2005

	NOTE	2005 HK\$'000	2004 HK\$'000
OPERATING ACTIVITIES			
Profit before taxation		138,866	177,852
Adjustments for:			
Loss on disposal of property, plant and equipment		69	20
Unrealised loss on held for trading investments		447	–
Unrealised loss on investments in securities		–	530
Interest income		(590)	(565)
Interest expenses		35	–
Depreciation		35,205	19,039
Bad debt written off		–	975
Revaluation deficit on property, plant and equipment		804	–
Impairment loss on goodwill		807	–
Share-based payment expenses		1,625	–
Discount on acquisition of subsidiaries		(3,390)	–
Amortisation of prepaid lease payments		30	–
Operating cash flows before movements in working capital		173,908	197,851
Decrease (increase) in inventories		42,980	(55,405)
Decrease (increase) in trade and other receivables		19,918	(13,061)
(Decrease) increase in trade and other payables		(14,392)	33,880
Effect of foreign exchange rate changes		(464)	(1,009)
Cash generated from operations		221,950	162,256
Income taxes refund (paid)		3,004	(10,508)
Interest paid		(35)	(750)
NET CASH FROM OPERATING ACTIVITIES		224,919	150,998
INVESTING ACTIVITIES			
Interest received		590	565
Proceeds from disposal of property, plant and equipment		259	224
Purchases of property, plant and equipment		(46,766)	(14,790)
Purchases of investments in securities		–	(1,919)
Acquisition of subsidiaries	28	(54,134)	(286)
Deposit paid for acquisition of subsidiaries		–	(9,945)
(Increase) decrease in pledged bank deposit		(46,979)	24,216
NET CASH USED IN INVESTING ACTIVITIES		(147,030)	(1,935)
FINANCING ACTIVITIES			
Dividends paid		(116,945)	(113,285)
Repayment of obligations under a finance lease		(173)	(106)
Repayment of bank borrowings		(8,201)	–
CASH USED IN FINANCING ACTIVITIES		(125,319)	(113,391)
NET (DECREASE) INCREASE IN CASH AND CASH EQUIVALENTS		(47,430)	35,672
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE YEAR		89,688	54,016
CASH AND CASH EQUIVALENTS AT END OF THE YEAR		42,258	89,688
ANALYSIS OF THE BALANCES OF CASH AND CASH EQUIVALENTS			
Bank balances and cash		42,258	89,688