

Consolidated Cash Flow Statement

For the year ended 31st December, 2005

	2005 US\$'000	2004 US\$'000
Operating activities		
Profit before taxation	21,014	10,814
Adjustments for:		
Interest income	(414)	(565)
Depreciation on investment properties	59	58
Depreciation and amortisation on property, plant and equipment	3,575	2,967
Loss on disposal of property, plant and equipment	62	111
Operating lease rentals in respect of land use rights	9	4
Inventories written off	14	26
Operating cash flows before movements in working capital	24,319	13,415
Decrease (increase) in inventories	1,763	(288)
Decrease (increase) in trade and other receivables	11,968	(7,446)
Decrease in amounts due from related companies	8,172	7,621
Increase in amounts due from shareholders	(35)	–
(Decrease) increase in trade and other payables	(3,898)	1,182
Decrease in amounts due to related companies	(3,553)	(6,375)
Cash from operations	38,736	8,109
Mainland China income tax paid	(803)	(97)
Net cash from operating activities	37,933	8,012
Investing activities		
Interest received	414	565
Purchase of property, plant and equipment	(1,328)	(9,490)
Proceeds from disposal of property, plant and equipment	8	1,650
Purchase of land use rights	(52)	–
Deposits paid on acquisition of property, plant and equipment	(291)	(341)
Net cash used in investing activities	(1,249)	(7,616)
Financing activities		
Dividends paid	(4,522)	–
Net increase in cash and cash equivalents	32,162	396
Cash and cash equivalents at 1st January	12,240	10,752
Effect of foreign exchange rate changes	(792)	1,092
Cash and cash equivalents at 31st December	43,610	12,240
Analysis of the balances of cash and cash equivalents		
Bank balances and cash	43,610	12,240