

# CONSOLIDATED CASH FLOW STATEMENT

FOR THE YEAR ENDED 31 DECEMBER 2005

	2005 HK\$'000	2004 HK\$'000
<b>OPERATING ACTIVITIES</b>		
Profit before taxation	50,891	52,256
Adjustments for:		
Interest income	(3,055)	(268)
Finance costs	23,636	12,867
Share of results of associates	263	89
Gain on deemed disposal of interest in an associate	(311)	-
Amortisation of goodwill	-	1,671
Release of negative goodwill to other income	-	(2,035)
Depreciation and amortisation of property, plant and equipment	8,792	8,562
Allowance for trade and other receivables	9,922	2,922
Loss on disposal of property, plant and equipment	32	6
Gain on disposal of held-for-trading investments	(9,507)	-
Gain on disposal of available-for-sale investments	(300)	-
Unrealised holding loss on other investments	-	1,176
Operating cash flows before movements in working capital	80,363	77,246
Increase in inventories	(23,456)	(37,603)
(Increase) decrease in trade and other receivables	(78,583)	52,040
Increase in bills receivable	(4,794)	(42,926)
(Decrease) increase in trade and other payables	(24,921)	9,041
Increase in bills payable	31,300	16,622
Cash (used in) generated from operations	(20,091)	74,420
Hong Kong Profits Tax paid	(12,352)	(3,830)
Hong Kong Profits Tax Refunded	574	-
<b>NET CASH (USED IN) FROM OPERATING ACTIVITIES</b>	<b>(31,869)</b>	<b>70,590</b>
<b>INVESTING ACTIVITIES</b>		
Purchase of property, plant and equipment	(44,933)	(6,241)
Purchase of investment properties	(20,679)	-
Purchase of available-for-sale investments	(15,600)	-
Purchase of held-for-trading investments	(15,124)	-
Increase in pledged bank deposits	(8,519)	(39,285)
Investment in an associate	(1)	-
Proceeds on disposal of held-for-trading investments	27,233	-
Interest received	3,055	268
Proceeds on disposal of available-for-sale investments	900	-
Proceeds on disposal of property, plant and equipment	18	6
Purchase of investments in securities	-	(7,710)
Proceeds on disposal of investments in securities	-	1,067
<b>NET CASH USED IN INVESTING ACTIVITIES</b>	<b>(73,650)</b>	<b>(51,895)</b>

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FOR THE YEAR ENDED 31 DECEMBER 2005

	2005 HK\$'000	2004 HK\$'000
FINANCING ACTIVITIES		
Bank and other borrowings raised	2,257,004	2,012,356
Repayment of bank and other borrowings	(2,053,067)	(1,982,216)
Interest paid	(23,600)	(12,821)
Dividend paid	(14,552)	(8,977)
Dividend paid to minority shareholders of a subsidiary	(3,000)	-
Repayment of obligations under finance leases	(219)	(198)
Interest on obligations under finance leases	(36)	(46)
Proceeds from issue of shares	-	232
<b>NET CASH FROM FINANCING ACTIVITIES</b>	<b>162,530</b>	<b>8,330</b>
<b>NET INCREASE IN CASH AND CASH EQUIVALENTS</b>	<b>57,011</b>	<b>27,025</b>
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF THE YEAR</b>	<b>44,452</b>	<b>17,427</b>
<b>CASH AND CASH EQUIVALENTS AT END OF THE YEAR</b>	<b>101,463</b>	<b>44,452</b>
ANALYSIS OF THE BALANCES OF CASH AND CASH EQUIVALENTS		
Bank balances and cash	101,467	44,671
Bank overdrafts	(4)	(219)
	<b>101,463</b>	<b>44,452</b>