

CONSOLIDATED CASH FLOW STATEMENT

For the year ended March 31, 2006

	2006 HK\$'000	2005 HK\$'000
Operating activities		
Profit before taxation	12,277	11,701
Adjustments for:		
Interest income	(1,069)	(192)
Allowance for inventories	1,701	722
Depreciation	1,747	2,490
Gain on disposal of property, plant and equipment	(4)	(9)
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Operating cash flows before movements in working capital	14,652	14,712
Decrease (increase) in inventories	7,886	(4,411)
Decrease (increase) in trade and other receivables	4,799	(3,070)
Decrease in trade and other payables	(11,577)	(470)
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Cash generated from operating activities	15,760	6,761
Hong Kong Profits Tax paid	(1,720)	(552)
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Net cash generated from operating activities	14,040	6,209
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Investing activities		
Interest received	1,069	192
Purchase of property, plant and equipment	(789)	(986)
Proceeds from disposals of property, plant and equipment	7	26
Increase in pledged bank deposit	(435)	(113)
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Net cash used in investing activities	(148)	(881)
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Cash used in financing activity		
Dividend paid	(3,341)	(3,341)
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Net increase in cash and cash equivalents	10,551	1,987
Cash and cash equivalents at April 1	32,072	30,085
Effect of foreign exchange rate changes	208	–
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Cash and cash equivalents at March 31		
Bank balances and cash	42,831	32,072
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