

Consolidated Cash Flow Statement

For the year ended 31 March 2006

	2006 HK\$'000	2005 HK\$'000 (Restated)
Cash flows from operating activities		
Profit before income tax	139,041	365,896
Adjustments for:		
Interest income	(33,010)	(14,134)
Interest expense	5,028	2,484
Impairment of trade receivables	1,335	2,212
Write-back of allowance for bad and doubtful debts	(12,783)	–
Depreciation	80,140	89,461
Amortisation of leasehold land	935	935
Net (surplus)/deficit on revaluation of property, plant and equipment	(9,087)	4,821
Fair value adjustment on investment properties	17,802	–
Net (gain)/loss on disposal of property, plant and equipment and leasehold land	(7,477)	57,464
	<u>181,924</u>	<u>509,139</u>
Decrease/(Increase) in inventories	171,075	(155,338)
Decrease/(Increase) in trade receivables	31,701	(19,196)
Decrease/(Increase) in other debtors, deposits and prepayments	6,945	(980)
Increase in trade payables	14,225	5,241
Decrease in other creditors, accruals and deposits received	(33,457)	(20,450)
	<u>372,413</u>	<u>318,416</u>
Cash generated from operations	372,413	318,416
Income tax paid	(61,237)	(116,845)
Income tax refunded	5,968	1,632
Interest paid	(5,028)	(2,484)
	<u>312,116</u>	<u>200,719</u>
Cash flows from investing activities		
Expenditure on property under development	–	(112,441)
Purchase of property, plant and equipment	(53,814)	(216,356)
Purchase of investment properties	(42,740)	–
Proceeds from disposal of property, plant and equipment and leasehold land	211,099	99,120
Interest received	33,010	14,134
Increase in pledged bank deposits	(3,488)	(98,798)
	<u>144,067</u>	<u>(314,341)</u>
Net cash generated from/(used in) investing activities	144,067	(314,341)

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For the year ended 31 March 2006

	2006 <i>HK\$'000</i>	2005 <i>HK\$'000</i> (Restated)
Cash flows from financing activities		
Dividends paid	(227,802)	(347,698)
New loans borrowed	–	85,556
Repayment of bank loans	–	(24,251)
Repayment of other loan	(696)	–
Capital contribution from the minority shareholder of a subsidiary	–	1,960
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Net cash used in financing activities	(228,498)	(284,433)
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Net increase/(decrease) in cash and cash equivalents	227,685	(398,055)
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Cash and cash equivalents at beginning of the year	770,806	1,167,371
Effect of foreign exchange rate changes	(1,690)	1,490
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Cash and cash equivalents at 31 March	996,801	770,806
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