



# CONSOLIDATED CASH FLOW STATEMENT

Year ended 31 March 2006

	Notes	2006 HK\$'000	2005 HK\$'000
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Profit before tax		18,854	12,982
Adjustments for:			
Finance costs	7	641	213
Bank interest income	6	(783)	(219)
Depreciation	6	1,493	1,568
Revaluation surplus on land and buildings	6	(455)	(3,019)
Gain on disposal of partial interest in a subsidiary	6	(10)	–
Loss/(gain) on disposal of items of property, plant and equipment	6	(685)	65
Impairment of long term investments	6	–	1,262
		19,055	12,852
Operating profit before working capital changes		19,055	12,852
Increase in inventories		(4,908)	(17,186)
Increase in trade and bills receivables		(1,523)	(1,440)
Decrease/(increase) in other receivables, prepayments and deposits		(917)	2,060
Increase in trade and bills payables		7,765	1,589
Increase in other payables and accruals		395	215
		19,867	(1,910)
Cash generated from/(used in) operations		19,867	(1,910)
Overseas taxes paid		(221)	(66)
		19,646	(1,976)
Net cash inflow/(outflow) from operating activities		19,646	(1,976)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Interest received		783	219
Purchases of items of property, plant and equipment	14	(959)	(409)
Proceeds from disposal of items of property, plant and equipment		2,983	–
Increase in pledged bank deposits		(63)	(3,001)
		2,744	(3,191)
Net cash inflow/(outflow) from investing activities		2,744	(3,191)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Proceeds from disposal of partial interest in a subsidiary		10	–
Capital element of hire purchase contract payments		(144)	(204)
Interest paid		(641)	(213)
Dividends paid		(19,022)	(5,072)
		(19,797)	(5,489)
Net cash outflow from financing activities		(19,797)	(5,489)
<b>NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS</b>			
		2,593	(10,656)
Cash and cash equivalents at beginning of year		(8,705)	1,951
Effect of foreign exchange rate changes, net		(317)	–
		(6,429)	(8,705)
<b>CASH AND CASH EQUIVALENTS AT END OF YEAR</b>		<b>(6,429)</b>	<b>(8,705)</b>
<b>ANALYSIS OF BALANCES OF CASH AND CASH EQUIVALENTS</b>			
Cash and bank balances		7,329	4,964
Bank overdrafts, secured	22	(13,758)	(13,669)
		(6,429)	(8,705)
		<b>(6,429)</b>	<b>(8,705)</b>