

Consolidated cash flow statement

For the year ended March 31, 2006

	Note	2006 HK\$'000	2005 HK\$'000
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit before tax		1,680	14,182
Adjustment for:			
Depreciation of property, plant and equipment		3,460	2,078
Surplus on revaluation of investment properties		—	(1,270)
Loss/(gain) on write-off and disposals of property, plant and equipment, net		1,329	(3,601)
Write-down of inventories to net realisable value		877	1,797
Provision for long service payments		539	—
Interest income		(176)	(11)
Interest on bank loans and overdrafts		123	128
Interest on obligations under finance leases		12	29
Interest on other loan		5	108
OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES		7,849	13,440
Increase in rental deposits		(424)	(1,998)
Increase in inventories		(9,000)	(3,763)
Decrease in trade receivables		959	247
(Increase)/decrease in prepayments, deposits and other receivables		(270)	3,258
Increase/(decrease) in trade payables		1,304	(1,809)
Increase/(decrease) in accrued liabilities and other payables		391	(1,681)
CASH GENERATED FROM OPERATIONS		809	7,694
Interest received		176	11
Interest on bank loans and overdrafts		(123)	(128)
Interest on obligations under finance leases		(12)	(29)
Interest on other loan		(5)	(108)
Income tax paid		(351)	(27)
NET CASH FROM OPERATING ACTIVITIES		494	7,413
CASH FLOWS FROM INVESTING ACTIVITIES			
Increase in pledged bank deposits		—	(3,500)
Proceeds on disposals of property, plant and equipment		60	12,516
Purchase of property, plant and equipment		(3,027)	(2,775)
NET CASH (USED IN)/FROM INVESTING ACTIVITIES		(2,967)	6,241
CASH FLOWS FROM FINANCING ACTIVITIES			
Issue of shares	27	18	8
Repayments of other loan		(1,924)	(211)
Repayments of obligations under finance leases		(123)	(185)
Proceeds from bank loans (secured)		4,867	2,263
Repayments of bank loans (secured)		(2,263)	(4,067)
NET CASH FROM/(USED IN) FINANCING ACTIVITIES		575	(2,192)
NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS		(1,898)	11,462
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR		14,091	2,629
CASH AND CASH EQUIVALENTS AT END OF YEAR		12,193	14,091
ANALYSIS OF THE BALANCES OF CASH AND CASH EQUIVALENTS			
Bank balances and cash		12,193	14,091