

CONSOLIDATED CASH FLOW STATEMENT

For the Year ended 31 March 2006

	Note	2006 HK\$'000	2005 HK\$'000
OPERATING ACTIVITIES			
Profit from ordinary activities before taxation		253,925	152,359
Adjustments for:			
Depreciation of property, plant and equipment		70,802	64,381
Amortization of land lease premium		103	103
Amortization of goodwill		–	9,074
Impairment loss on goodwill		7,133	12,575
Amortization of intangible assets		–	3,093
Interest expenses		60,346	27,439
Interest income		(42,039)	(8,590)
Share based payment		3,588	–
Gain on fair value adjustment on derivative financial instruments		(5,657)	–
Share of loss of a jointly controlled entity		2,134	929
Share of (profit) loss of associates		(2,974)	357
Loss on disposal of property, plant and equipment		1,203	56
Unrealized gain on other financial assets at fair value through profit or loss		(556)	–
Provision for impairment loss on trade receivables		553	–
Loss on written down of inventories to net realizable value		8,552	–
Gain on disposal of subsidiaries		(15,123)	–
Operating profit before changes in working capital		341,990	261,776
Increase in inventories		(143,916)	(172,174)
Increase in trade receivables		(38,370)	(66,045)
(Increase) Decrease in trade deposits and other receivables		(42,077)	86,518
Increase in trade and other payables		215,076	51,995
Increase in trust receipt loans		14,675	15,227
Cash generated from operations		347,378	177,297
Profits tax paid		(22,891)	(6,403)
NET CASH INFLOW FROM OPERATING ACTIVITIES		324,487	170,894

CONSOLIDATED CASH FLOW STATEMENT

For the Year ended 31 March 2006

	Note	2006 HK\$'000	2005 HK\$'000
INVESTING ACTIVITIES			
Payment for purchase of property, plant and equipment		(77,575)	(120,498)
Proceed from disposal of property, plant and equipment		703	146
Payment for acquisition of investments in securities		–	(500)
Proceed from sales of debt instruments		344,776	–
Payment for purchase of other financial assets at fair value through profit or loss		(8,808)	–
Movement in amount due from a jointly controlled entity		(269)	(5,647)
Movement in amounts due from associates		(34,782)	(1,705)
Proceed for disposal of subsidiaries, net of cash disposed of	40, 41	(20,678)	–
Payment for purchase of subsidiaries, net of cash acquired	39	(13,327)	(145,761)
Payment for purchase of available for sale investment		(230)	–
Deposit payment for investment in a joint venture		(75,660)	–
Investment in debt instruments		(325,260)	–
Repayment from an associate		1,765	–
Increase investment from minority shareholders		4,874	3,164
Interest received		22,523	8,590
Exchange realignment		(4,120)	511
NET CASH OUTFLOW FROM INVESTING ACTIVITIES		(186,068)	(261,700)
FINANCING ACTIVITIES			
Capital element of finance lease rentals paid		(3,221)	(3,461)
Interest element of finance lease rentals paid		(306)	(437)
Proceed from subscription of new shares		285,919	206,059
Premium paid on repurchase of shares		(10,502)	(930)
Proceed from exercise of warrants		24,455	28,142
Nominal value of shares repurchased		(597)	(80)
Proceed from bank loans		829,287	344,885
Repayment of bank loans		(631,440)	(233,262)
Interest paid		(60,040)	(27,002)
Interim dividend paid		(26,992)	(18,574)
Final dividend paid		(25,360)	(5,858)
NET CASH INFLOW FROM FINANCING ACTIVITIES		381,203	289,482
NET INCREASE IN CASH AND CASH EQUIVALENTS		519,622	198,676
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR		666,167	467,491
CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR		1,185,789	666,167

The notes on pages 24 to 95 form part of these financial statements.