

CONSOLIDATED CASH FLOW STATEMENT

For the year ended 31 March 2006

	2006 HK\$'000	2005 HK\$'000 (restated)
OPERATING ACTIVITIES		
Profit before taxation	425,710	246,260
Adjustments for:		
Interest income	(29,413)	(2,294)
Interest expense	204,220	97,731
Amortisation of deferred charter hire	54,417	16,566
Share of results of associates	378	746
Amortisation of prepaid lease payments	280	280
Depreciation of property, plant and equipment	51,705	28,149
Impairment loss on property, plant and equipment	6,162	–
Amortisation of goodwill	–	5,396
Impairment loss on goodwill	13,355	–
Release of negative goodwill	–	(1,157)
Impairment loss on unlisted equity securities	–	200
Allowance for amount due from associates	574	5,000
Revaluation decrease (increase) on revaluation of land and buildings	1,610	(257)
Fair value changes on investment properties	(4,188)	–
Loss on deemed disposal of interest in a subsidiary	12,729	1,196
Gain on dilution of interest in a subsidiary	(81,261)	–
Loss on disposal of property, plant and equipment	793	1,894
Operating cash flows before movements in working capital	657,071	399,710
Payment of charter hire	(390,000)	–
Increase in inventories	(508,595)	(515,906)
Increase in trade, bills and other receivables	(465,485)	(467,314)
Decrease in trade receivables with insurance coverage	61,530	37,894
Increase in trade receivables with associates	(52,610)	(5,761)
Decrease (increase) in advances to suppliers	31,386	(31,386)
Increase in amount due from associates	(14,791)	(6,578)
Decrease (increase) in amount due from a jointly-controlled entity	41,241	(42,279)
(Decrease) increase in trade and other payables	(335,033)	147,945
(Decrease) increase in amount due to an associate	(16)	7,863
Cash used in operation	(975,302)	(475,812)
Tax paid	(5,405)	(2,482)
Interest paid	(169,223)	(88,721)
NET CASH USED IN OPERATIONS	(1,149,930)	(567,015)

CONSOLIDATED CASH FLOW STATEMENT

For the year ended 31 March 2006

	Notes	2006 HK\$'000	2005 HK\$'000 (restated)
INVESTING ACTIVITIES			
Interest received		29,413	2,294
Proceed on disposal of investment properties		5,500	–
Proceed on disposal of property, plant and equipment		953	3,115
Addition to property, plant and equipment		(161,218)	(96,375)
Addition to prepaid lease payments		(1,225)	–
Addition to investment properties		(1,212)	–
Purchase of investments in securities		–	(5,636)
Decrease (increase) in pledged deposits		12,056	(10,057)
Loan to a jointly-controlled entity		(11,050)	–
Loan receivables		(33,163)	–
Proceeds from shares issued by a subsidiary		355,977	–
Acquisition of additional interest of a subsidiary		(26,490)	(27,852)
Acquisition of subsidiaries	38	(8,048)	–
Cash inflow arising on consolidation of former jointly-controlled entity	39	78,888	–
Acquisition of a jointly-controlled entity	40	(31,682)	(141,077)
NET CASH FROM (USED IN) INVESTING ACTIVITIES		208,699	(275,588)
FINANCING ACTIVITIES			
Issue of ordinary share capital		18,743	675
Share issue expenses		(235)	(11)
Dividend paid to minority shareholders		(17,540)	(13,783)
Dividend paid		(54,187)	(48,972)
Net bank borrowings raised		889,590	685,650
Mortgage loans raised		–	35,600
Mortgage loans repaid		(13,477)	(8,865)
Net bank advances drawn on discounted trade receivables with insurance coverage and discounted bills raised		150,961	116,197
Contribution by minority interests		–	5,561
Advance from joint venture partner of a jointly-controlled entity		11,050	–
Increase (decrease) in bank overdrafts		18,189	(5,931)
NET CASH FROM FINANCING ACTIVITIES		1,003,094	766,121
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENT		61,863	(76,482)
CASH AND CASH EQUIVALENT AT BEGINNING OF THE YEAR		282,442	358,458
Effect of foreign exchange rate changes		(7,034)	466
CASH AND CASH EQUIVALENT AT END OF THE YEAR		337,271	282,442
Representing:			
Bank balances and cash		337,271	282,442