

## CONSOLIDATED CASH FLOW STATEMENT

For the year ended 31 March 2006

	2006 HK\$'000	2005 HK\$'000
Cash flows from operating activities		
Profit before taxation	182,534	366,242
Adjustments for:		
Share of results of associates	4,548	(2,876)
Interest income	(8,387)	(2,118)
Interest expense	4,602	3,559
Finance charges on obligations under finance leases	7	7
Depreciation of property, plant and equipment	1,314	1,619
Impairment loss on trade and other receivables	33,513	4,215
Impairment loss on inventories	663	3,571
Share-based payments expense	1,900	—
Loss on disposal of investment properties	1,136	—
Amortisation of permanent textile quota entitlements	—	884
Gain arising on change in fair value of investment properties	(189,730)	(140,690)
Dividend income from listed investments	(126)	—
Gain on disposal of investments held for trading	(83)	—
Gain on disposal of property, plant and equipment	(54)	(143)
Gain on fair value changes of investments held for trading	(12)	—
Unrealised gain on other investments	—	(158,579)
Gain on disposal of subsidiaries	—	(14,149)
Gain on disposal of other investments	—	(919)
Gain on disposal of permanent textile quota entitlements	—	(2)
Operating profit before movements in working capital	31,825	60,621
Decrease in properties held for sale	7,198	35,062
Increase in inventories	(6,006)	(649)
Decrease in trade and other receivables	90,474	6,312
Decrease (increase) in bills receivable	27,705	(28,524)
Increase (decrease) in trade and other payables	4,636	(7,915)
Increase in bills payable	2,950	2,697
Cash from operations	158,782	67,604
Hong Kong Profits Tax paid	(74)	(1,601)
Hong Kong Profits Tax refunded	1,743	1,719
Net cash from operating activities	160,451	67,722

## CONSOLIDATED CASH FLOW STATEMENT

For the year ended 31 March 2006

	NOTES	2006 HK\$'000	2005 HK\$'000
<b>Cash flows from investing activities</b>			
Proceeds from disposal of investment properties		218,864	—
Interest received		8,387	2,118
Net cash inflow (outflow) from loans receivable		5,822	(28,598)
Proceeds from disposal of investments held for trading		2,942	—
Dividend received from listed investments		126	—
Proceeds from disposal of property, plant and equipment		62	152
Capital contribution to associates		(50,969)	—
Purchase of available-for-sale investments		(41,587)	—
Payment of consideration repayable on disposal of subsidiaries		(11,120)	—
Purchase of investments held for trading		(6,447)	—
Purchase of property, plant and equipment		(1,077)	(1,589)
Proceeds from disposal of a subsidiary		—	79,000
Disposal of subsidiaries, net of cash and cash equivalents disposed of	39	—	49,352
Proceeds from disposal of other investments		—	5,158
Acquisition of a subsidiary, net of cash and cash equivalents acquired	38	—	7
Proceeds from disposal of permanent textile quota entitlements		—	2
Purchase of other investments		—	(89,690)
<b>Net cash from investing activities</b>		<b>125,003</b>	<b>15,912</b>
<b>Cash flows from financing activities</b>			
Bank borrowings raised		153,475	22,660
Repayment of bank borrowings		(337,005)	(128,081)
Dividends paid		(6,618)	(6,618)
Interest paid		(4,602)	(3,559)
Repayment of obligations under finance leases		(18)	(19)
Finance charges on obligations under finance leases paid		(7)	(7)
Proceeds from issue of new shares		—	48,534
<b>Net cash used in financing activities</b>		<b>(194,775)</b>	<b>(67,090)</b>
<b>Net increase in cash and cash equivalents</b>		<b>90,679</b>	<b>16,544</b>
<b>Cash and cash equivalents at beginning of the year</b>		<b>83,901</b>	<b>67,357</b>
<b>Cash and cash equivalents at end of the year, represented by bank balances and cash</b>		<b>174,580</b>	<b>83,901</b>