

For the year ended 30th April, 2006

	2006	2005
	HK\$'000	HK\$'000
OPERATING ACTIVITIES		
Profit before taxation	24,676	67,238
Adjustments for:		
Finance costs	13,985	5,902
Share based payment expenses	752	–
Impairment loss on trade receivables	510	2,050
Depreciation of property, plant and equipment	47,396	37,879
Release of prepaid lease payments	13	14
Released loss on disposal of investments in securities	–	38
Unrealised holding loss on investments in securities	–	555
Interest income	(810)	(440)
Operating cash flows before movements in working capital	86,522	113,236
Increase in inventories	(31,162)	(16,408)
Increase in held for trading investments	(646)	–
Increase in trade receivables	(13,824)	(30,135)
Decrease (increase) in other receivables	193	(5,558)
Decrease in trade payables	(1,912)	(4,845)
Increase in other payables	6,631	1,186
Cash generated from operations	45,802	57,476
Hong Kong Profits Tax paid	(16,413)	(2,416)
People's Republic of China ("PRC") enterprise income tax paid	(552)	–
NET CASH FROM OPERATING ACTIVITIES	28,837	55,060
INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(143,955)	(119,858)
Deposit for acquisition of property, plant and equipment	(14,098)	(7,218)
Advance to an associate	(748)	–
Purchase of investments in securities	–	(9,935)
Acquisition of interest in an associate	(2)	–
Interest received	810	440
Proceeds from disposal of investments in securities	–	8,048
NET CASH USED IN INVESTING ACTIVITIES	(157,993)	(128,523)
FINANCING ACTIVITIES		
Repayment of bank borrowings	(167,409)	(40,405)
Interest paid	(13,985)	(5,902)
Dividend paid	(10,550)	(23,210)
Repayment of obligations under finance leases	(2,979)	(3,281)
Bank borrowings raised	306,930	157,098
Contribution from minority shareholder	39	–
NET CASH FROM FINANCING ACTIVITIES	112,046	84,300
NET (DECREASE) INCREASE IN CASH AND CASH EQUIVALENTS	(17,110)	10,837
CASH AND CASH EQUIVALENTS AT 1ST MAY	119,214	108,377
EFFECT OF FOREIGN EXCHANGE RATE CHANGE	3,043	–
CASH AND CASH EQUIVALENTS AT 30TH APRIL, represented by	105,147	119,214
Bank balances and cash	116,168	127,227
Bank overdrafts	(11,021)	(8,013)
	105,147	119,214