



Consolidated Cash Flow Statement

For the year ended 30 April 2006

	2006 RMB'000	2005 RMB'000 (As restated)
Cash flows from operating activities		
Profits before taxation	262,266	207,852
Income from negative goodwill	–	(451)
Amortisation of lease premium for land	1,555	125
Depreciation	23,921	12,110
Loss on disposal of property, plant and equipment	382	46
Loss on disposal of operation on cultivation base	1,376	–
Gain on changes in fair value less estimated point-of-sale costs of biological assets	(15,166)	(13,336)
Interest income	(6,357)	(2,089)
Interest expenses	5,705	5
Equity-settled share-based expenses	5,682	–
Amortisation of transaction costs of convertible bonds	752	–
Amortisation of long-term prepaid rental	27,643	20,344
Operating profit before working capital changes	307,759	224,606
Increase in inventories	(2,453)	(828)
Decrease in biological assets	9,301	10,504
(Increase)/decrease in accounts receivables	(13,403)	8,229
Increase in short term prepaid rental	–	(125)
Decrease/(increase) in prepayment, deposits paid and other receivable	12,895	(919)
Decrease in due to a director	(879)	(2,642)
(Decrease)/increase in accounts payable and accrued expenses	(5,387)	2,717
Increase/(decrease) in other deposits received	985	(10)
Net cash from operation	308,818	241,532
PRC enterprise income tax paid	–	(3,632)
Interest expenses	–	(5)
Net cash from operating activities	308,818	237,895
Cash flows from investing activities		
Purchase of property, plant and equipment	(229,481)	(67,357)
Payment of long-term prepaid rental	(22,921)	(48,250)
Payment of deposits for acquisition of property, plant and equipment	(5,045)	(81,529)
Refund of deposit for acquisition of property, plant and equipment	–	12,013
Interest received	6,357	1,675
Proceeds on disposal of property, plant and equipment	102	–
Proceeds on disposal of operation on cultivation base	281	–
Net cash used in investing activities	(250,707)	(183,448)



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For the year ended 30 April 2006

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Cash flows from financing activities		
Proceeds from issue of shares	–	162,498
Share issuance expenses	–	(3,975)
Dividends paid	(57,501)	(34,789)
Net proceeds from convertible bonds	322,133	–
Net cash from financing activities	264,632	123,734
Effect of foreign exchange rate changes	(1,636)	49
Net increase in cash and cash equivalents	321,107	178,230
Cash and cash equivalents at beginning of year	531,791	353,561
Cash and cash equivalents at end of year	852,898	531,791
Analysis of the balances of cash and cash equivalents		
Bank balances and cash	852,898	531,791

The notes on pages 43 to 93 form an integral part of these financial statements.

