

Consolidated Cash Flow Statement

For the year ended 30 June 2006

| | 2006 HK\$'000 | 2005 HK\$'000 |
|--|------------------|------------------|
| OPERATING ACTIVITIES | | |
| Profit before taxation | 180,397 | 210,180 |
| Adjustments for: | | |
| Impairment loss on trade receivables | – | 196 |
| Depreciation and amortisation | 37,475 | 31,276 |
| Loss on disposal of property, plant and equipment | 151 | – |
| Finance costs | 5,382 | 5,127 |
| Interest income | (14,870) | (779) |
| Listing expenses | 18,657 | – |
| Operating cash flows before movements in working capital | 227,192 | 246,000 |
| (Increase) decrease in inventories | (8,779) | 7,215 |
| (Increase) decrease in trade and other receivables | (55,156) | 13,484 |
| Increase (decrease) in trade and other payables | 1,816 | (2,012) |
| (Decrease) increase in amounts due to related companies | (3,138) | 3,138 |
| Cash from operations | 161,935 | 267,825 |
| Hong Kong Profits Tax paid | (142) | (2,952) |
| NET CASH FROM OPERATING ACTIVITIES | 161,793 | 264,873 |
| INVESTING ACTIVITIES | | |
| Purchase of property, plant and equipment | (63,148) | (7,935) |
| Deposit for acquisition of property, plant and equipment | (2,783) | 2,798 |
| Decrease (increase) in pledged bank deposits | 15,105 | (4,214) |
| Interest received | 14,870 | 779 |
| Proceeds from disposal of property, plant and equipment | 162 | – |
| Repayment from ultimate holding company | – | 2 |
| NET CASH USED IN INVESTING ACTIVITIES | (35,794) | (8,570) |

Consolidated Cash Flow Statement

For the year ended 30 June 2006

| | 2006 HK\$'000 | 2005 HK\$'000 |
|--|------------------|------------------|
| FINANCING ACTIVITIES | | |
| Proceeds from issue of shares | 571,306 | – |
| Expenses incurred in connection with the issue of shares | (45,985) | – |
| Repayment of obligations under finance leases | (37,300) | (36,314) |
| Dividend paid | (29,052) | (80,000) |
| Interest paid | (5,382) | (5,127) |
| Repayment of bank borrowings | (487) | (63,045) |
| Repayment to a Director | (414) | – |
| NET CASH FROM (USED IN) FINANCING ACTIVITIES | 452,686 | (184,486) |
| NET INCREASE IN CASH AND CASH EQUIVALENTS | 578,685 | 71,817 |
| CASH AND CASH EQUIVALENTS AT BEGINNING OF THE YEAR | 88,796 | 16,979 |
| EFFECT OR FOREIGN EXCHANGE RATE CHANGES | (82) | – |
| CASH AND CASH EQUIVALENTS AT END OF THE YEAR, represented by bank balances and cash | 667,399 | 88,796 |