

CONSOLIDATED CASH FLOW STATEMENT

For the year ended 31 December 2006

	2006 US\$'000	2005 US\$'000
OPERATING ACTIVITIES		
Profit before tax	17,535	22,527
Adjustments for:		
Bank interest income	(1,638)	(495)
Dividend income from available-for-sale investments	-	(579)
Gain on disposal of property, plant and equipment	(190)	(43)
Loss on available-for-sale investments arising from split share structure reform	1,869	-
Share options expense	275	450
Depreciation and amortisation	6,451	4,911
Operating cash flows before movements in working capital	24,302	26,771
Increase in inventories	(732)	(277)
(Increase) decrease in trade and other receivables	(9,482)	10,094
Increase in trade and other payables	6,973	5,882
Decrease in amount due to a fellow subsidiary	(78)	(31)
Cash generated from operations	20,983	42,439
PRC enterprise income tax paid	(1,885)	(2,954)
PRC enterprise income tax refunded	930	4,613
NET CASH FROM OPERATING ACTIVITIES	20,028	44,098
INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(1,718)	(12,984)
Interest received	1,420	495
Proceeds on disposal of property, plant and equipment	246	44
Purchase of other assets	-	(74)
Acquisition of subsidiaries (<i>note 23</i>)	-	3,982
Dividends received	-	579
NET CASH USED IN INVESTING ACTIVITIES	(52)	(7,958)
FINANCING ACTIVITIES		
Dividends paid	(3,982)	(11,391)
Repayment to holding company	-	(1,890)
Repayment to a former shareholder of a subsidiary	-	(472)
CASH USED IN FINANCING ACTIVITIES	(3,982)	(13,753)
NET INCREASE IN CASH AND CASH EQUIVALENTS	15,994	22,387
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE YEAR	44,466	22,079
CASH AND CASH EQUIVALENTS AT END OF THE YEAR, representing bank balances and cash	60,460	44,466