

Consolidated Cash Flow Statement

For the year ended 31 December 2006

	2006 US\$'000	2005 US\$'000
OPERATING ACTIVITIES		
Profit before tax	33,952	24,143
Adjustments for:		
Depreciation of property, plant and equipment	26,227	16,203
Finance costs	9,281	4,600
Transaction costs attributable to issue of new shares charged to income statement	1,775	–
Allowance for inventories	1,473	1,106
Impairment on trade receivables	292	–
Release of prepaid lease payments	91	46
Loss on disposal of property, plant and equipment	63	302
Interest income	(2,154)	(121)
Gain arising from changes in fair value of forward contract assets/liabilities	(1,542)	(1,411)
Operating cash flows before movements in working capital	69,458	44,868
Increase in inventories	(15,172)	(12,986)
Increase in trade and other receivables	(71,968)	(49,341)
Decrease (increase) in amount due from ultimate holding company	4,977	(4,675)
Increase in amount due to ultimate holding company	783	–
Increase in trade and other payables	48,940	22,475
Cash generated from operations	37,018	341
PRC Foreign Enterprise Income Tax paid	(1,883)	(962)
Interest received	2,154	121
NET CASH FROM (USED IN) OPERATING ACTIVITIES	37,289	(500)
INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(67,443)	(80,786)
(Increase) decrease in pledged bank deposits	(44,673)	973
Payment of lease payments	(1,463)	(2,450)
Proceeds from disposal of property, plant and equipment	15	–
NET CASH USED IN INVESTING ACTIVITIES	(113,564)	(82,263)
FINANCING ACTIVITIES		
New bank borrowings raised	317,809	168,850
Proceeds from issue of shares	77,665	–
Repayment of bank borrowings	(279,891)	(101,276)
Dividend paid	(27,000)	–
Interest paid	(9,281)	(4,600)
Expenses on issue of shares	(4,409)	–
Proceeds from issue of shares by a subsidiary	–	14,000
NET CASH FROM FINANCING ACTIVITIES	74,893	76,974
NET DECREASE IN CASH AND CASH EQUIVALENTS	(1,382)	(5,789)
CASH AND CASH EQUIVALENTS AT 1 JANUARY	23,666	28,763
Effect of exchange rate changes	642	692
CASH AND CASH EQUIVALENTS AT 31 DECEMBER represented by bank balances and cash	22,926	23,666