

CONSOLIDATED CASH FLOW STATEMENT

For the year ended 31 December 2006

	2006 HK\$'000	2005 HK\$'000
Operating activities		
Profit before taxation	1,278,774	903,924
Adjustments for:		
Depreciation	168,419	154,445
Loss on disposal of property, plant and equipment	1,633	3,551
Amortisation of prepaid lease payments	480	448
Share-based payments under the Employee Share Incentive Scheme	71,091	56,954
Interest income	(32,329)	(15,025)
Interest expense	199	15
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Operating cash flows before movements in working capital	1,488,267	1,104,312
Increase in inventories	(129,600)	(57,586)
Increase in trade and other receivables	(67,638)	(255,781)
Increase in trade and other payables	178,428	124,881
Effect of foreign exchange rate changes on inter-company balances	(4,471)	(6,400)
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Cash generated from operations	1,464,986	909,426
Income taxes paid	(47,699)	(88,124)
Interest paid	(199)	(15)
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Net cash from operating activities	1,417,088	821,287
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Investing activities		
Interest received	32,329	15,025
Proceeds from disposal of property, plant and equipment	708	584
Purchase of property, plant and equipment	(208,669)	(194,848)
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Net cash used in investing activities	(175,632)	(179,239)
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Financing activities		
Dividends paid	(1,064,413)	(674,220)
Increase in notes payable to a bank	6,765	462
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Net cash used in financing activities	(1,057,648)	(673,758)
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Net increase (decrease) in cash and cash equivalents	183,808	(31,710)
Cash and cash equivalents at beginning of the year	728,927	763,359
Effect of foreign exchange rate changes	1,946	(2,722)
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Cash and cash equivalents at end of the year, represented by bank balances and cash	914,681	728,927
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