CONSOLIDATED CASH FLOW STATEMENT

For the year ended 31st December, 2006

	2006 US$'000	2005 US$'000
OPERATING ACTIVITIES		
Profit before taxation	3,550	2,757
Adjustments for:		
Interest income	(235)	(107)
Share of results of associates	(52)	(181)
Share of results of jointly controlled entities	(127)	76
Depreciation of property, plant and equipment	8,583	8,162
Release of prepaid lease payments	139	136
Impairment loss on trade receivables	284	364
Gain on fair value changes of held for trading investments	(98)	–
Loss on disposal of property, plant and equipment	8	101
Interest paid	1,400	1,199
Operating cash flows before movements in working capital	13,452	12,507
Increase in inventories	(4,477)	(774)
(Increase) decrease in trade and other receivables	(1,234)	1,076
(Increase) decrease in amount due from an associate	(4)	6
Increase in held for trading investments	(263)	–
Decrease in trade and other payables	(1,196)	(41)
Cash generated from operations	6,278	12,774
Hong Kong Profits Tax refunded (paid)	8	(7)
Taxation in other jurisdictions (paid) refunded	(218)	134
NET CASH FROM OPERATING ACTIVITIES	6,068	12,901
INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(4,471)	(4,346)
Interest received	235	107
Dividend received from associates	120	–
NET CASH USED IN INVESTING ACTIVITIES	(4,116)	(4,239)
FINANCING ACTIVITIES		
Repayment of bank loans	(15,522)	(14,590)
Repayment of trust receipt loans	(2,764)	(9,053)
Dividends paid	(1,886)	–
Interest paid	(1,400)	(1,199)
Bank loans raised	11,000	15,319
Trust receipt loans raised	3,224	7,694
NET CASH USED IN FINANCING ACTIVITIES	(7,348)	(1,829)
NET (DECREASE) INCREASE IN CASH AND CASH EQUIVALENTS	(5,396)	6,833
CASH AND CASH EQUIVALENTS AT 1ST JANUARY	12,525	5,692
CASH AND CASH EQUIVALENTS AT 31ST DECEMBER, represented by bank balances and cash	7,129	12,525