

# CONSOLIDATED CASH FLOW STATEMENT

For the year ended 31 December 2006

	2006 HK\$'000	2005 HK\$'000
<b>OPERATING ACTIVITIES</b>		
Profit before tax	222,172	257,635
Adjustments for:		
Interest expenses	–	77
Interest income	(30,240)	(31,806)
Dividends from equity investments	(34)	(37)
Share of loss of an associate	26	–
Share of results of jointly controlled entities	(111,690)	12,821
Depreciation and amortisation of property, plant and equipment	37,067	32,146
Amortisation of prepaid lease payments	1,345	1,427
Write-off of moulds	–	13,585
Loss on disposal/write-off of property, plant and equipment	2,412	34
Reversal of impairment loss on land held for sale	–	(19,731)
Increase in fair value of investment properties	(5,000)	(9,200)
Deficit (surplus) arising on revaluation of buildings	190	(344)
Share-based payment expenses	29,900	–
Allowance for (recovery of) bad and doubtful debts	21,480	(6,530)
Allowance for promissory notes receivables	24,295	–
Impairment loss on investment securities	–	76
Operating cash flow before movements in working capital	191,923	250,153
Decrease (increase) in inventories	4,526	(14,711)
Decrease (increase) in promissory notes receivables	714	(25,009)
(Increase) decrease in trade and other receivables	(101,326)	163,199
Increase (decrease) in trade and other payables	30,187	(22,837)
Cash generated from operations	126,024	350,795
Interest paid	–	(77)
Hong Kong Profits Tax paid	(2,091)	(6,435)
Overseas tax paid	(2,203)	(591)
<b>NET CASH FROM OPERATING ACTIVITIES</b>	<b>121,730</b>	<b>343,692</b>
<b>INVESTING ACTIVITIES</b>		
Interest received	30,240	31,806
Dividends received from equity investments	34	37
Dividends received from a jointly controlled entity	15,512	–
Proceeds from disposal of property, plant and equipment	991	794
Proceeds from disposal of property classified as held for sale	13,962	5,769
Repayment from (advance to) jointly controlled entities	78,003	(2,182)
Purchases of property, plant and equipment	(50,799)	(41,839)
Purchase of an associate	(26)	–
Purchase of interests in jointly controlled entities	(81,288)	(142,580)
<b>NET CASH FROM (USED IN) INVESTING ACTIVITIES</b>	<b>6,629</b>	<b>(148,195)</b>

# CONSOLIDATED CASH FLOW STATEMENT

For the year ended 31 December 2006

	<b>2006</b> <b>HK\$'000</b>	2005 HK\$'000
FINANCING ACTIVITIES		
Dividends paid	<b>(171,464)</b>	(95,906)
(Repayment to) advance from a jointly controlled entity	<b>(10,751)</b>	11,252
Transaction costs attributable to rights issue	–	(4,599)
Proceeds from issue of shares	–	349,588
NET CASH (USED IN) FROM FINANCING ACTIVITIES	<b>(182,215)</b>	260,335
NET (DECREASE) INCREASE IN CASH AND CASH EQUIVALENTS	<b>(53,856)</b>	455,832
CASH AND CASH EQUIVALENTS BROUGHT FORWARD	<b>678,442</b>	220,374
EFFECT OF FOREIGN EXCHANGE RATE CHANGES	<b>3,120</b>	2,236
CASH AND CASH EQUIVALENTS CARRIED FORWARD	<b>627,706</b>	678,442