

	Notes	2006 HK\$'000	2005 HK\$'000
<b>Cash flows from operating activities</b>			
Cash generated from/(used in) from operations	30	39,210	(8,464)
Income tax paid		(583)	(10,787)
Net cash generated from/(used in) operating activities		38,627	(19,251)
<b>Cash flows from investing activities</b>			
Purchase of property, plant and equipment	7	(75,366)	(57,107)
Proceeds from sale of property, plant and equipment	30	3,315	652
Purchase of club memberships and patents	8	(5,384)	–
Prepaid operating lease payments for leasehold land and land use right	6	(4,841)	(1,137)
Interest received		5,403	6,515
Maturity of time deposit		–	7,500
Net cash used in investing activities		(76,873)	(43,577)
<b>Cash flows from financing activities</b>			
Interest paid		(7,684)	(3,339)
Proceeds from exercised share options under share option scheme		–	1,157
Proceeds from borrowings		91,594	125,285
Repayments of borrowings		(76,312)	(80,573)
Dividends paid to Company's shareholders		–	(40,111)
Capital contributions from minority shareholders		7,020	15,120
Net cash generated from financing activities		14,618	17,539
Net decrease in cash, cash equivalents and bank overdrafts		(23,628)	(45,289)
Cash, cash equivalents and bank overdrafts at beginning of year		95,973	141,866
Exchange gains/(losses) on cash, cash equivalents and bank overdrafts		2,491	(604)
Cash, cash equivalents and bank overdrafts at end of the year	14	74,836	95,973

The notes on pages 34 to 88 are an integral part of these consolidated financial statements.