

# Consolidated Cash Flow Statement

For the year ended 31st December, 2006

	2006 HK\$'000	2005 HK\$'000 (restated)
<b>OPERATING ACTIVITIES</b>		
Profit before taxation	90,099	83,655
Adjustments for:		
Depreciation	2,665	2,735
Gain arising from changes in fair value of investments held for trading	(14,135)	(5,591)
Gain on disposal of available-for-sales investments	(585)	–
Impairment loss on trade debtors	3,040	1,663
Reversal of impairment loss on trade debtors	(532)	(35)
Gain on disposal of investment properties	–	(1,336)
Gain arising from changes in fair value of investment properties	(3,517)	(9,955)
Finance costs	15,574	9,856
Share of loss (profit) of associates	5,215	(3,257)
Gain on disposal of interest in an associate	(13,198)	–
(Gain) loss on disposal of property, plant and equipment	(178)	147
Interest income from bank deposits	(3,611)	(2,282)
Dividend income	(2,513)	(2,425)
	<hr/>	<hr/>
Operating cash flows before movements in working capital	78,324	73,175
(Increase) decrease in inventories	(144,184)	1,893
Increase in debtors, deposits and prepayments	(88,443)	(15,197)
(Increase) decrease in bills receivable	(13,305)	16,559
Decrease (increase) in investments held for trading	10,085	(14,723)
Increase in creditors and accrued charges	45,209	6,680
	<hr/>	<hr/>
Cash (used in) generated from operations	(112,314)	68,387
Hong Kong Profits Tax paid	(7,984)	(9,534)
Profits tax outside Hong Kong paid	(1,864)	(1,494)
	<hr/>	<hr/>
<b>NET CASH (USED IN) FROM OPERATING ACTIVITIES</b>	<b>(122,162)</b>	<b>57,359</b>
	<hr/>	<hr/>
<b>INVESTING ACTIVITIES</b>		
Purchase of property, plant and equipment	(539)	(2,179)
Decrease in equity-linked deposits	–	768
Interest received from bank deposits	3,611	2,282
Dividend received	2,513	2,425
Proceeds from disposal of investment properties	–	5,056
Proceeds from disposal of property, plant and equipment	305	24
Proceeds from disposal of an associate	35,266	–
Proceeds from disposal of available-for-sale investments	16,710	–
	<hr/>	<hr/>
<b>NET CASH FROM INVESTING ACTIVITIES</b>	<b>57,866</b>	<b>8,376</b>
	<hr/>	<hr/>

# Consolidated Cash Flow Statement

For the year ended 31st December, 2006

	2006 HK\$'000	2005 HK\$'000 (restated)
<b>FINANCING ACTIVITIES</b>		
New bank borrowings raised	216,400	–
Repayment of bank borrowings	–	(29,202)
Dividends paid	(62,370)	(89,100)
Interest paid	(15,574)	(9,856)
Dividends paid to minority shareholders of subsidiaries	(274)	(274)
Distributions to minority shareholders of subsidiaries	(2,736)	–
Amounts repaid to minority shareholders of subsidiaries	(898)	(1,094)
	<hr/>	<hr/>
<b>NET CASH FROM (USED IN) FINANCING ACTIVITIES</b>	<b>134,548</b>	<b>(129,526)</b>
	<hr/>	<hr/>
<b>NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS</b>	<b>70,252</b>	<b>(63,791)</b>
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF THE YEAR</b>	<b>100,144</b>	<b>163,827</b>
<b>EFFECT OF FOREIGN EXCHANGE RATE CHANGES</b>	<b>774</b>	<b>108</b>
	<hr/>	<hr/>
<b>CASH AND CASH EQUIVALENTS AT END OF THE YEAR</b>	<b>171,170</b>	<b>100,144</b>
	<hr/>	<hr/>
<b>ANALYSIS OF THE BALANCE OF CASH AND CASH EQUIVALENTS</b>		
Short term bank deposits	86,857	21,295
Bank balances and cash	84,313	78,849
	<hr/>	<hr/>
	<b>171,170</b>	<b>100,144</b>
	<hr/>	<hr/>