

# CONSOLIDATED CASH FLOW STATEMENT

Year ended 31 March 2007

	Notes	2007 HK\$'000	2006 HK\$'000
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Profit before tax		<b>163,354</b>	130,175
Adjustments for:			
Bank interest income	4	<b>(2,143)</b>	(220)
Gain on disposal of items of property, plant and equipment	4	<b>(150)</b>	(2,771)
Depreciation	6	<b>64,401</b>	38,305
Recognition of prepaid land lease payments	14	<b>120</b>	116
Finance costs	8	<b>5,520</b>	2,560
		<b>231,102</b>	168,165
Decrease in inventories		<b>4,710</b>	773
Decrease/(increase) in trade debtors		<b>57,418</b>	(72,002)
Increase in sundry debtors, prepayments and deposits		<b>(2,121)</b>	(6,037)
Increase/(decrease) in trade creditors		<b>(28,993)</b>	37,208
Increase/(decrease) in other creditors and accruals		<b>(44,321)</b>	56,902
		<b>217,795</b>	185,009
Cash generated from operations		<b>217,795</b>	185,009
Interest received		<b>2,143</b>	220
Interest paid		<b>(940)</b>	(1,228)
Interest element on finance lease and hire purchase rental payments		<b>(4,500)</b>	(1,329)
Hong Kong profits tax paid		<b>(6,755)</b>	–
Overseas profits tax paid		<b>(13,369)</b>	(5,434)
		<b>194,374</b>	177,238
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Acquisition of items of property, plant and equipment		<b>(72,152)</b>	(86,649)
Deposits paid for acquisition of items of property, plant and equipment		<b>(4,007)</b>	(19,270)
Proceeds from disposal of items of property, plant and equipment		<b>252</b>	2,773
Purchase of an available-for-sale investment		<b>(15,625)</b>	–
		<b>(91,532)</b>	(103,146)

## CONSOLIDATED CASH FLOW STATEMENT (Continued)

Year ended 31 March 2007

	Notes	2007 HK\$'000	2006 HK\$'000
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Proceeds from the issue of ordinary shares	25	2,303	1,150
Decrease in trust receipt loans		(4,501)	(11,793)
Capital element of finance lease and hire purchase rental payments		(32,679)	(12,055)
New bank loans		5,000	10,000
Repayment of bank loans		(8,216)	(15,516)
Dividends paid		(33,643)	–
<b>Net cash outflow from financing activities</b>		<b>(71,736)</b>	<b>(28,214)</b>
<b>NET INCREASE IN CASH AND CASH EQUIVALENTS</b>			
Cash and cash equivalents at beginning of year		53,355	7,169
Effect of foreign exchange rate changes, net		1,101	308
<b>CASH AND CASH EQUIVALENTS AT END OF YEAR</b>		<b>85,562</b>	<b>53,355</b>
<b>ANALYSIS OF BALANCES OF CASH AND CASH EQUIVALENTS</b>			
Cash and bank balances	19	33,708	53,355
Non-pledged time deposits with original maturity of less than three months when acquired	19	51,854	–
		<b>85,562</b>	<b>53,355</b>