

Consolidated Cash Flow Statement

For the year ended 31st March, 2007

	Notes	2007 HK\$'000	2006 HK\$'000
CASH FLOWS FROM OPERATING ACTIVITIES			
Operating profit before working capital changes	32(a)	46,694	37,794
Increase in inventories		(16,508)	(20,543)
Increase in debtors, deposits and prepayments		(20,155)	(11,360)
Increase in creditors, accruals and provisions		27,428	1,060
Decrease in provision for long service payments		—	(45)
Proceeds from sale of investments at fair value through profit or loss		21,257	12,742
Purchases of investments at fair value through profit or loss		(34,597)	(1,215)
Interest received		829	468
Hong Kong profits tax paid		(5,873)	(2,706)
Hong Kong profits tax refunded		—	85
Overseas tax paid		(207)	(10)
Long service payments paid		(7)	—
		<u>18,861</u>	<u>16,270</u>
<i>Net cash generated from operating activities</i>		<u>18,861</u>	<u>16,270</u>
CASH FLOWS FROM INVESTING ACTIVITIES			
Decrease/(increase) in other assets		20	(98)
Acquisitions of subsidiaries, net of cash acquired	32(b)	—	(81)
Proceeds from sale of available-for-sale investments		18,270	13,082
Dividends received from investments at fair value through profit or loss/available-for-sale investments		3,440	3,083
Dividends received from a jointly controlled entity		—	75
Purchase of property, plant and equipment		(10,990)	(7,286)
Purchase of available-for-sale investments		(3,493)	—
		<u>7,247</u>	<u>8,775</u>
<i>Net cash generated from investing activities</i>		<u>7,247</u>	<u>8,775</u>
CASH FLOWS FROM FINANCING ACTIVITIES			
Interest paid		(11,994)	(9,685)
New bank and gold loans		320,975	68,252
Repayment of bank and gold loans		(325,061)	(61,687)
Dividends paid		(5,439)	(5,439)
		<u>(21,519)</u>	<u>(8,559)</u>
<i>Net cash used in financing activities</i>		<u>(21,519)</u>	<u>(8,559)</u>
NET INCREASE IN CASH AND CASH EQUIVALENTS			
Cash and cash equivalents at the beginning of the year		50,355	33,869
Effect of foreign exchange rates changes, net		1,753	—
		<u>56,697</u>	<u>50,355</u>
CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR		<u>56,697</u>	<u>50,355</u>