

42 CONSOLIDATED CASH FLOW STATEMENT

For the year ended 31 March 2007

(Expressed in Hong Kong dollars)

	2007 HK\$'000	2006 HK\$'000
Operating activities		
(Loss)/profit before income tax	(36,497)	15,244
Adjustments for:		
Interest income	(607)	(617)
Interest expense	26,545	22,947
Arrangement fees on bank loans	586	754
Depreciation of property, plant and equipment	47,223	43,474
Provision for long service payment	366	225
Provision for damage loss on litigation	47,644	—
Amortization of leasehold land and land use rights	1,129	1,120
Write-off/impairment loss of other investments	—	1,224
Loss on disposal of trading securities	—	1,386
Gain on disposal of subsidiaries	(1,414)	—
Decrease in cash surrender value of life insurance contracts	277	135
Fair value loss/(gain) on derivative financial instruments	648	(741)
Operating cash flows before changes in working capital	85,900	85,151
Inventories	(53,313)	36,435
Trade and other receivables	59,829	(36,870)
Trade and other payables and accrued charges	21,464	(21,728)
Trust receipt bank loans	36,691	(38,596)
Cash generated from operations	150,571	24,392
Placement of restricted cash	(47,644)	—
Interest received	113	617
Hong Kong profits tax refunded/(paid)	413	(3,678)
Overseas income tax paid	(1,588)	(1,012)
Net cash generated from operating activities	101,865	20,319



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For the year ended 31 March 2007

(Expressed in Hong Kong dollars)

Note	2007 HK\$'000	2006 HK\$'000
Investing activities		
	(83,532)	(124,099)
	—	(858)
33	806	—
	—	8,046
	(82,726)	(116,911)
Financing activities		
	(27,131)	(23,701)
	48,000	313,000
	(133,100)	(271,337)
	47,093	—
	—	921
	—	(2,419)
	(65,138)	16,464
	(45,999)	(80,128)
	(1,168)	1,211
	89,752	168,669
	42,585	89,752

The accompanying notes form part of these financial statements.

