

CONSOLIDATED CASH FLOW STATEMENT

for the year ended 31st December, 2002

	Notes	2002 HK\$'000	2001 HK\$'000
OPERATING ACTIVITIES			
Profit from operations		116,567	38,378
Adjustments for:			
(Profit) loss on disposal of property, plant and equipment		(176)	214
Interest income		(97)	(521)
Depreciation		13,949	5,503
Impairment losses on property, plant and equipment		451	–
Restructuring costs recovered		–	4,654
Operating cash flows before movements in working capital		130,694	48,228
Decrease (increase) in inventories		2,894	(40,751)
Increase in trade and other receivables		(12,207)	(17,040)
Decrease (increase) in amount due from a former shareholder		4,654	(4,654)
(Decrease) increase in trade and other payables		(11,108)	43,625
(Decrease) increase in amount due to a related company		(60)	829
(Decrease) increase in amount due to a director		(4,530)	726
Effect of foreign exchange rate changes		(4,545)	–
Cash generated from operations		105,792	30,963
Income taxes paid		(1,411)	–
Interest paid		(2,118)	(2,200)
NET CASH FROM OPERATING ACTIVITIES		102,263	28,763
INVESTING ACTIVITIES			
Interest received		97	521
Proceeds from disposal of property, plant and equipment		1,066	520
Purchases of property, plant and equipment		(29,611)	(4,464)
Acquisition of subsidiaries	25	(26,990)	–
NET CASH USED IN INVESTING ACTIVITIES		(55,438)	(3,423)
FINANCING ACTIVITIES			
Dividends paid		(25,818)	–
Repayment of obligations under a finance lease		(46)	–
NET CASH USED IN FINANCING ACTIVITIES		(25,864)	–
NET INCREASE IN CASH AND CASH EQUIVALENTS		20,961	25,340
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE YEAR		29,366	4,026
CASH AND CASH EQUIVALENTS AT END OF THE YEAR		50,327	29,366
ANALYSIS OF THE BALANCES OF CASH AND CASH EQUIVALENTS			
Bank balances and cash		50,327	29,366