

Consolidated Cash Flow Statement

Year ended 31 March 2004

	Notes	2004 HK\$'000	2003 HK\$'000
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit before tax		32,856	82,404
Adjustments for:			
Finance costs	8	276	255
Share of profits less losses of associates		(6,772)	2,028
Interest income	6	(396)	(1,476)
Depreciation	6	36,337	29,800
Loss/(gain) on disposal of fixed assets	6	(253)	411
Amortisation of deferred development costs	6	8,016	6,957
Goodwill amortisation	6	2,326	2,326
Negative goodwill recognised as income	6	(1,011)	(1,011)
Deficit/(surplus) on revaluation of leasehold land and buildings	6	(4,393)	3,621
Net unrealised holding losses on short term investments	6	–	534
Gain on disposal of short term investments	6	(816)	(161)
Operating profit before working capital changes		66,170	125,688
Decrease/(increase) in inventories		5,243	(49,891)
Decrease/(increase) in accounts receivable		16,854	(17,960)
Increase in prepayments, deposits and other receivables		(4,478)	(2,665)
Decrease/(increase) in amounts due from associates		22	(59)
Increase/(decrease) in accounts and bills payable, accrued liabilities and other payables		(2,780)	20,128
Cash generated from operations		81,031	75,241
Interest received		396	1,476
Interest paid		(276)	(255)
Hong Kong profits tax paid		(7,269)	(7,816)
Overseas income taxes paid		(604)	(700)
Dividend received from an associate		490	–
Dividends paid		(28,337)	(37,919)
Dividends paid to minority shareholders		(2,400)	(3,000)
Net cash inflow from operating activities		43,031	27,027

Consolidated Cash Flow Statement (continued)

Year ended 31 March 2004

	Notes	2004 HK\$'000	2003 HK\$'000
Net cash inflow from operating activities		<u>43,031</u>	<u>27,027</u>
CASH FLOWS FROM INVESTING ACTIVITIES			
Decrease in time deposits with original maturity of over three months		–	8,198
Purchases of fixed assets	13	(85,500)	(79,767)
Additions to deferred development costs	17	(8,864)	(7,829)
Proceeds from disposal of short term investments		2,366	3,009
Proceeds from disposal of fixed assets		400	800
Acquisition of additional interests in certain subsidiaries		–	(30,000)
Net cash outflow from investing activities		<u>(91,598)</u>	<u>(105,589)</u>
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from issue of new shares		–	18,681
New bank loan		35,000	–
Repayment of bank loan		(10,000)	(700)
Net cash inflow from financing activities		<u>25,000</u>	<u>17,981</u>
NET DECREASE IN CASH AND CASH EQUIVALENTS		<u>(23,567)</u>	<u>(60,581)</u>
Cash and cash equivalents at beginning of year		<u>79,450</u>	<u>140,031</u>
CASH AND CASH EQUIVALENTS AT END OF YEAR		<u><u>55,883</u></u>	<u><u>79,450</u></u>
ANALYSIS OF BALANCES OF CASH AND CASH EQUIVALENTS			
Cash and bank balances		37,435	26,106
Time deposits with original maturity of less than three months when acquired		25,152	59,307
Bank overdrafts, unsecured	22	(6,704)	(5,963)
		<u><u>55,883</u></u>	<u><u>79,450</u></u>