



# Consolidated Cash Flow Statement

For the year ended 30 June 2004

	Note	2004 HK\$'000	2003 HK\$'000
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Profit before tax		<b>84,623</b>	102,245
Adjustments for:			
Finance costs		<b>310</b>	197
Interest income		<b>–</b>	(144)
Depreciation		<b>3,500</b>	3,034
Amortisation of other assets		<b>346</b>	79
Loss on disposal of a subsidiary		<b>1,438</b>	–
Revaluation deficit on investment property		<b>309</b>	–
Operating profit before working capital changes		<b>90,526</b>	105,411
Increase in inventories		<b>(5,284)</b>	(12,806)
Increase in trade receivables		<b>(25,442)</b>	(14,036)
Increase in prepayments, deposits and other receivables		<b>(10,569)</b>	(11,879)
Decrease in trade payables		<b>(7,543)</b>	(3,041)
Increase in other payables and accruals		<b>2,476</b>	2,706
Cash generated from operations		<b>44,164</b>	66,355
Interest received		<b>–</b>	144
Interest paid		<b>(283)</b>	(158)
Interest element on finance lease rental payments		<b>(27)</b>	(39)
Dividends paid		<b>(977)</b>	(3,929)
Overseas taxes paid		<b>(12,303)</b>	(6,946)
Net cash inflow from operating activities		<b>30,574</b>	55,427
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Purchases of fixed assets		<b>(11,978)</b>	(35,853)
Proceeds from disposal of a fixed asset		<b>–</b>	240
Purchases of other assets		<b>–</b>	(13,832)
Additions to deferred development costs		<b>–</b>	(4,953)
Net cash outflow on disposal of a subsidiary	28(b)	<b>(102)</b>	–
Deposits paid for the establishment of proposed joint ventures		<b>(25,000)</b>	(5,140)
Net cash outflow from investing activities		<b>(37,080)</b>	(59,538)

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For the year ended 30 June 2004

	Note	2004 <b>HK\$'000</b>	2003 <i>HK\$'000</i>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Exercise of share options		<b>13,135</b>	–
Repayment of long term bank loan		<b>(107)</b>	(102)
Repayment of long term other loan		<b>(29)</b>	–
Repayment of finance lease obligations		<b>(231)</b>	(459)
New short term other loan raised		<b>20,000</b>	–
Net cash inflow/(outflow) from financing activities		<b>32,768</b>	(561)
<b>NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS</b>			
		<b>26,262</b>	(4,672)
Cash and cash equivalents at beginning of year		<b>57,374</b>	62,046
CASH AND CASH EQUIVALENTS AT END OF YEAR		<b>83,636</b>	57,374
<b>ANALYSIS OF BALANCES OF CASH AND CASH EQUIVALENTS</b>			
Cash and bank balances	20	<b>83,636</b>	56,136
Time deposits with original maturity of less than three months when acquired	20	–	1,238
		<b>83,636</b>	57,374