

## Consolidated Cash Flow Statement

For the year ended 30 June 2004

	2004 HK\$'000	2003 HK\$'000
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before taxation	74,842	46,660
Adjustments for:		
(Gain)/loss on disposal of subsidiaries (note 25)	(259)	4,895
Loss on deemed disposal of an associated company	36	–
Depreciation	1,679	2,439
Amortisation of intangible assets	2,100	1,125
Amortisation of goodwill	1,259	–
Interest income	(318)	(691)
Interest expenses	1,766	2,027
Fixed assets written off	331	10
Share of results of associated companies	(6,156)	–
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Operating profit before working capital changes	75,280	56,465
Increase in trade and other receivables	(11,311)	(25,643)
Increase in inventories	(11,688)	(10,305)
Increase in trade and other payables	9,194	2,807
Increase in import loans	6,060	19,157
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Cash generated from operations	67,535	42,481
Interest paid	(1,742)	(2,001)
Interest element of finance lease	(24)	(26)
Income tax paid	(32)	–
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Net cash generated from operating activities	65,737	40,454
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<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Purchases of fixed assets	(1,205)	(6,546)
Decrease in pledged bank deposits	–	5,066
Deposit paid for investment	–	(14,151)
Cash paid to acquire associated companies	(100,831)	–
Cash paid to acquire intangible assets	–	(21,000)
Increase in construction in progress	(23,525)	(22,463)
Proceeds from disposal of subsidiaries (note 25)	–	4,506
Proceeds from disposal of fixed assets	–	69
Interest received	318	691
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Net cash used in investing activities	(125,243)	(53,828)
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## Consolidated Cash Flow Statement

For the year ended 30 June 2004

	2004 HK\$'000	2003 HK\$'000
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Proceeds from issue of share capital	55,750	59,168
Share issue expenses	(1,976)	(2,643)
(Repayment)/drawdown of bank loan	(3,000)	15,000
Repayment of capital element of finance lease	(168)	(166)
Dividends paid	(9,008)	(11,010)
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Net cash generated from financing activities	41,598	60,349
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<b>NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS</b>	(17,908)	46,975
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<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF THE YEAR</b>	101,386	54,411
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<b>CASH AND CASH EQUIVALENTS AT END OF THE YEAR</b>	83,478	101,386
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<b>ANALYSIS OF THE BALANCES OF CASH AND CASH EQUIVALENTS</b>		
Bank and cash balances	83,478	101,386
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