



Consolidated Cash Flow Statement

For the year ended 31 December 2004



	Note	2004 HK\$'000	2003 HK\$'000
OPERATING ACTIVITIES			
(Loss) profit from operations		(124,852)	6,515
Adjustments for:			
Allowance for doubtful debts, net		2,940	–
Allowance for inventories		6,708	5,009
Amortisation of intangible assets		2,668	2,551
Depreciation and amortisation		99,049	27,723
Dividend income from investments in securities		–	(3,019)
Loss (gain) on disposal of property, plant and equipment		19	(308)
Interest income		(741)	(2,711)
Revaluation surplus arising from investment properties		(4,515)	(5,400)
Write-back of allowance for doubtful debts		–	(224)
Write-off of inventories		–	6,896
Impairment loss recognised for intangible assets		9,750	–
Impairment loss recognised for golf club membership		400	–
Operating cash flows before movements in working capital		(8,574)	37,032
Increase in inventories		(24,201)	(16,104)
Increase in trade and bills receivables		(6,946)	(5,080)
(Increase) decrease in other receivables		(451)	30,996
Increase in trade and bills payables		96,276	55,429
(Decrease) increase in other payables and accruals		(37,572)	69,493
Increase in amount due to an associate		9,048	–
Cash generated from operations		27,580	171,766
Hong Kong Profits Tax (refund) paid		(688)	582
Interest paid		(10,837)	(7,324)
NET CASH FROM OPERATING ACTIVITIES		16,055	165,024
INVESTING ACTIVITIES			
Purchases of property, plant and equipment		(49,531)	(455,622)
Decrease (increase) in pledged bank deposits		121,278	(138,771)
Additions to intangible assets		(2,905)	(3,480)
Investments in jointly controlled entities		(28,302)	–
Decrease in amount due from a jointly controlled entity		186	2,345
Dividend received from investments in securities		–	3,019
Dividend received from a jointly controlled entity		5,000	–
Interest received		741	2,711
Net cash inflow from disposal of a subsidiary	30	–	2,192
Proceeds from disposal of property, plant and equipment		497	1,435
NET CASH FROM (USED IN) INVESTING ACTIVITIES		46,964	(586,171)

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FINANCING ACTIVITIES		
New bank loans raised	24,954	92,875
Proceeds from issue of shares, net of share issue expenses	3,074	56,648
Repayment of obligations under finance lease	(38,283)	–
(Decrease) increase in trust receipt loans	(30,201)	6,780
Repayment of bank loans	(23,731)	(12,728)
Dividend paid to minority shareholders	(600)	(400)
NET CASH (USED IN) FROM FINANCING ACTIVITIES	(64,787)	143,175
NET DECREASE IN CASH AND CASH EQUIVALENTS	(1,768)	(277,972)
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE YEAR	65,830	343,802
CASH AND CASH EQUIVALENTS AT END OF THE YEAR	64,062	65,830
ANALYSIS OF THE BALANCES OF CASH AND CASH EQUIVALENTS		
Bank balances and cash	62,547	60,756
Non-pledged bank deposits with original maturity of less than three months	1,515	5,074
	64,062	65,830