

(for the year ended 30 June 2005)

Consolidated Cash Flow Statement

	Note	2005 HK\$'000	2004 HK\$'000
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit before tax		121,104	84,623
Adjustments for:			
Finance costs		520	310
Interest income		(205)	–
Depreciation		4,049	3,500
Amortisation of other assets		346	346
Provision for bad and doubtful debts		4,554	–
Loss on disposal of a subsidiary		–	1,438
Loss on disposal of an investment property		70	–
Revaluation deficit on an investment property		–	309
Operating profit before working capital changes		130,438	90,526
Increase in inventories		(61,218)	(5,284)
Increase in trade receivables		(47,603)	(25,442)
Increase in prepayments, deposits and other receivables		(3,465)	(10,569)
Increase/(decrease) in trade payables		2,496	(7,543)
Increase in other payables and accruals		3,245	2,476
Cash generated from operations		23,893	44,164
Interest received		205	–
Interest paid		(520)	(283)
Interest element on finance leases		–	(27)
Dividend paid		–	(977)
Overseas taxes paid		(10,302)	(12,303)
Net cash inflow from operating activities		13,276	30,574
CASH FLOWS FROM INVESTING ACTIVITIES			
Purchases of intangible assets		(10,094)	–
Purchases of fixed assets		(42,652)	(11,978)
Proceeds from disposal of an investment property		4,210	–
Net cash outflow on disposal of a subsidiary	30(b)	–	(102)
Amount paid for the acquisition of fixed assets and land use rights		(73,551)	–
Reversal of deposit paid/(deposit paid) for the establishment of proposed joint venture		25,000	(25,000)
Net cash outflow from investing activities		(97,087)	(37,080)

Consolidated Cash Flow Statement (continued)

	Note	2005 HK\$'000	2004 HK\$'000
CASH FLOWS FROM FINANCING ACTIVITIES			
Exercise of share options		–	13,135
Rights issue, net of expenses	27	140,898	–
Repayment of long term bank loan		(2,966)	(107)
Repayment of long term other loan		(1,136)	(29)
Repayment of finance lease obligations		–	(231)
New short term other loan raised		26,000	20,000
Repayment of short term other loan		(20,000)	–
Net cash inflow from financing activities		142,796	32,768
NET INCREASE IN CASH AND CASH EQUIVALENTS			
Effect of foreign exchange rate changes		436	–
Cash and cash equivalents at beginning of year		83,636	57,374
CASH AND CASH EQUIVALENTS AT END OF YEAR		143,057	83,636
ANALYSIS OF BALANCES OF CASH AND CASH EQUIVALENTS			
Cash and bank balances		143,057	83,636