

Consolidated Cash Flow Statement

For the year ended 31 December 2005

	2005 US\$'000	2004 US\$'000
OPERATING ACTIVITIES		
Profit before tax	250	14,693
Adjustments for:		
Depreciation of property, plant and equipment	8,064	7,679
Amortisation of land use rights	473	673
(Profit) loss on disposal/write-off of property, plant and equipment	(178)	21
Interest income	(1,033)	(749)
Interest expenses	4,787	3,142
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Operating cash flows before movements in working capital	12,363	25,459
Increase in inventories	(2,809)	(2,999)
Increase in trade receivables	(539)	(4,845)
(Increase) decreased in amounts due from fellow subsidiaries	(980)	524
Increase in other receivables	(878)	(411)
Increase in trade payables	3,519	704
Increase in amount due to a fellow subsidiary	248	—
Increase (decrease) in other payables	292	(2,891)
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Cash generated from operations	11,216	15,541
Income tax paid	(624)	—
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Net cash from operating activities	10,592	15,541
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INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(7,561)	(8,442)
Increase in land use rights	—	(91)
Proceeds on disposal of property, plant and equipment	600	—
Interest received	1,033	749
Increase in pledged deposits	(254)	—
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Net cash used in investing activities	(6,182)	(7,784)
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FINANCING ACTIVITIES		
Proceeds from bank borrowings	2,760	8,500
Repayment of bank borrowings	(18,706)	(18,130)
Repayment of long-term payables	—	(724)
Interest paid	(4,787)	(3,018)
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Net cash used in financing activities	(20,733)	(13,372)
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Net decrease in cash and cash equivalents	(16,323)	(5,615)
Cash and cash equivalents at beginning of the year	59,378	64,992
Effect of foreign exchange rate change	(957)	1
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Cash and cash equivalents at end of the year, represented by bank balances and cash	42,098	59,378
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