

# CONSOLIDATED CASH FLOW STATEMENT

For the year ended 31 December 2005

	Note	Year ended 31 December	
		2005 HK\$'000	2004 HK\$'000
<b>Cash flows from operating activities</b>			
Cash generated from operations	27	74,601	31,011
Interest paid		(2,891)	(1,031)
Hong Kong profits tax paid		–	(1)
Overseas profits tax paid		(3,923)	–
Net cash generated from operating activities		67,787	29,979
<b>Cash flows from investing activities</b>			
Purchase of property, plant and equipment	15	(26,380)	(14,907)
Purchase of leasehold land		(208)	–
Sale of property, plant and equipment	27	157	54
Interest received		1,403	175
Decrease in pledged bank deposits		–	18,879
Net cash (used in)/generated from investing activities		(25,028)	4,201
<b>Cash flows from financing activities</b>			
Inception of other loans		–	935
Inception of short term bank loans		48,077	13,364
Repayment of other loans		(935)	–
Repayment of short term bank loans		(13,364)	(15,782)
Proceeds from issuance of convertible preference shares by a subsidiary		31,200	–
Subsidy income from Government		926	–
Net cash generated from/(used in) financing activities		65,904	(1,483)
Net increase in cash and cash equivalents		108,663	32,697
Exchange gains on cash and cash equivalents		267	–
Cash and cash equivalents at beginning of the year		47,649	14,952
Cash and cash equivalents at the end of the year	19	156,579	47,649

The notes on pages 45 to 99 are integral part of these consolidated financial statements.