

Consolidated Cash Flow Statement

For the year ended 31 December 2005

	1.1.2005 to 31.12.2005 HK\$'000	1.7.2003 to 31.12.2004 HK\$'000 (restated)
Cash flows from operating activities		
Profit before tax	53,307	58,810
Adjustments for:		
Interest income	(49)	(18)
Interest expenses	11	1,381
Dividend income	–	(144)
Depreciation of property, plant and equipment	14,739	13,272
Amortisation of other intangible assets	665	917
Amortisation of goodwill	–	1
Impairment on goodwill	12	–
Release of negative goodwill	–	(106)
Amortisation of interests in leasehold land held for own use under operating leases	66	(131)
Amortisation of deferred income	(299)	(2,076)
Impairment on amount due from a jointly controlled entity	3,132	–
Revaluation surplus on leasehold land and building	(522)	(841)
Gain on fair value changes of investment properties	(518)	(1,580)
Gain on disposal of property, plant and equipment	–	(68)
Gain on disposal of other investments	–	(75)
Share-based payment expenses	2,852	–
Effect of foreign exchange rate change	(69)	215
Operating profit before working capital changes	73,327	69,557
Increase in trade and bills receivables	(36,811)	(63,361)
Increase in inventories	(26,863)	(41,914)
Increase in prepayments, deposits and other receivables	(1,325)	(4,492)
Increase in trade and bills payables	131	45,290
Increase in other payables and accruals	1,228	7,606
Increase in employee benefits	443	–
Cash generated from operations	10,130	12,686
Interest paid on bank borrowings	–	(1,298)
Interest paid on finance leases	(11)	(83)
Income taxes paid/(refunded)	142	(37)
Net cash from operating activities	10,261	11,268

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	Note	1.1.2005 to 31.12.2005 HK\$'000	1.7.2003 to 31.12.2004 HK\$'000 (restated)
Investing activities			
Interest received		49	18
Purchase of property, plant and equipment		(6,798)	(46,007)
Additions to intangible assets		(375)	(1,419)
Decrease in pledged deposits		500	1,541
Acquisition of subsidiaries (net of cash and cash equivalent acquired)	38	–	1,932
Dividends received		–	144
Proceeds from disposal of property, plant and equipment		565	230
Purchase of other investments		–	(17,765)
Proceeds from disposal of other investments		–	17,840
Net cash used in investing activities		(6,059)	(43,486)
Financing activities			
Repayments of bank borrowings		–	(6,240)
Repayments of obligations under finance leases (Repayment to) / advance from directors		(157)	(2,052)
Proceeds from issue of shares on private placements		(3,900)	11,753
Proceeds from issue of shares on exercise of share options		–	41,500
Dividends paid		20,767	24,978
Share issue expenses		(11,700)	(2,925)
Share issue expenses		–	(1,074)
Net cash flows from financing activities		5,010	65,940
Net increase in cash and cash equivalents		9,212	33,722
Cash and cash equivalents at beginning of year/period		38,839	5,117
Cash and cash equivalents at end of year/period		48,051	38,839
Analysis of the balances of cash and cash equivalents			
Bank balances and cash		48,051	38,839