

Consolidated Cash Flow Statement

For the year ended 31 March 2006

	2006 HK\$'000	2005 HK\$'000 (restated)
OPERATING ACTIVITIES		
Profit before taxation	201,032	144,942
Adjustments for:		
Interest income	(1,828)	(122)
Increase in fair value of investment properties	(133,600)	(90,400)
Increase in fair value of investments held for trading	(4,940)	–
Unrealised holding gain on listed trading securities	–	(4,019)
(Reversal of) provision for legal claims	(4,007)	8,652
Depreciation and amortisation	3,955	4,010
Finance costs	134	242
Operating cash flows before movements in working capital	60,746	63,305
(Increase) decrease in trade and other receivables	(5,825)	1,692
Increase in investments in trading securities	–	(21,116)
Decrease in investments held for trading	17,516	–
Increase (decrease) in other payables	1,348	(844)
Decrease in provision for long service payments	(749)	(2,574)
Cash generated from operations	73,036	40,463
Interest received	1,828	122
Hong Kong Profits Tax paid	(4,867)	(5,861)
Hong Kong Profits Tax refunded	–	163
NET CASH FROM OPERATING ACTIVITIES	69,997	34,887
INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(772)	(302)
Purchase of available-for-sale investments	(3,961)	–
Decrease in pledged bank deposits	20,000	–
NET CASH FROM (USED IN) INVESTING ACTIVITIES	15,267	(302)
FINANCING ACTIVITIES		
Repayments of bank borrowings	(20,000)	(114,500)
Dividends paid	(18,900)	(17,550)
Interest paid	(134)	(242)
New bank borrowings raised	–	112,000
NET CASH USED IN FINANCING ACTIVITIES	(39,034)	(20,292)

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NET INCREASE IN CASH AND CASH EQUIVALENTS	46,230	14,293
CASH AND CASH EQUIVALENTS BROUGHT FORWARD	29,282	14,989
EFFECT OF FOREIGN EXCHANGE RATE CHANGES	330	—
CASH AND CASH EQUIVALENTS CARRIED FORWARD, represented by bank balances and cash	<u>75,842</u>	<u>29,282</u>