

# Consolidated Cash Flow Statement

For the year ended 31 March 2006

	2006 HK\$'000	2005 HK\$'000 (Restated)
Operating activities		
Profit before taxation	80,955	78,901
Adjustments for:		
Interest income	(2,558)	(2,711)
Surplus arising on revaluation of land and buildings	(1,116)	(2,272)
Depreciation of property, plant and equipment	38,013	35,099
Amortisation of prepaid lease payments	91	91
Share based payment expenses	215	232
Allowances for obsolete inventories	3,234	3,080
Impairment losses on trade and other receivables	4,528	2,474
Loss on disposal of property, plant and equipment	10	120
Operating cash flows before movements in working capital	123,372	115,014
Increase in inventories	(47,116)	(21,233)
Increase in trade and other receivables	(17,150)	(31,216)
Increase in trade and other payables	24,497	17,108
Cash generated from operations	83,603	79,673
Income taxes paid	(5,200)	(17,889)
Interest received	2,558	2,711
<b>NET CASH FROM OPERATING ACTIVITIES</b>	<b>80,961</b>	<b>64,495</b>
INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(69,850)	(58,138)
Decrease/(increase) in time deposits	44	(11,617)
Proceeds from disposals of property, plant and equipment	554	150
Decrease in fixed deposits	-	11,839
<b>NET CASH USED IN INVESTING ACTIVITIES</b>	<b>(69,252)</b>	<b>(57,766)</b>
FINANCING ACTIVITIES		
Dividends paid	(24,665)	(35,963)
Share issue expenses	(82)	-
Proceeds from issue of shares upon exercise of share options	184	7,350
<b>NET CASH USED IN FINANCING ACTIVITIES</b>	<b>(24,563)</b>	<b>(28,613)</b>
<b>NET DECREASE IN CASH AND CASH EQUIVALENTS</b>	<b>(12,854)</b>	<b>(21,884)</b>
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR</b>	<b>117,081</b>	<b>138,965</b>
<b>CASH AND CASH EQUIVALENTS AT END OF YEAR</b>	<b>104,227</b>	<b>117,081</b>
ANALYSIS OF BALANCES OF CASH AND CASH EQUIVALENTS		
Bank balances and cash	104,227	117,081