

Consolidated Cash Flow Statement

For the year ended 31 December 2006

	NOTES	2006 HK\$'000	2005 HK\$'000
OPERATING ACTIVITIES			
Profit before taxation		106,547	88,303
Adjustments for:			
Depreciation of property, plant and equipment		24,569	17,977
Impairment on trade receivables		823	374
Loss on disposal of a subsidiary		661	–
Finance costs		409	549
(Gain) loss on disposal of property, plant and equipment		(1,014)	3
Interest income		(1,814)	(1,040)
Share of result of jointly controlled entities		–	(721)
Operating cash flows before movements in working capital		130,181	105,445
Increase in trade and other receivables		(57,867)	(56,270)
Increase in payables and accruals		21,494	19,900
Cash generated from operations		93,808	69,075
PRC Income tax paid		(16,435)	(13,627)
NET CASH FROM OPERATING ACTIVITIES		77,373	55,448
INVESTING ACTIVITIES			
Purchase of property, plant and equipment		(55,787)	(63,508)
Acquisition of additional interest in subsidiaries		(8,840)	(182)
Disposal of a subsidiary	23	(499)	–
Acquisition of subsidiaries	24	–	(208)
Interest received		1,814	1,040
Proceeds from disposal of property, plant and equipment		4,477	238
NET CASH USED IN INVESTING ACTIVITIES		(58,835)	(62,620)
FINANCING ACTIVITIES			
Proceeds on issue of shares		78,375	73,715
Contribution from minority shareholders		9,321	6,416
New bank borrowings raised		6,863	6,796
Interest paid		(409)	(549)
Expenses on issue of shares		(1,493)	(1,045)
Dividends paid to minority shareholders		(4,526)	(973)
Repayment of bank borrowings		(7,674)	(7,600)
Dividends paid		(23,027)	(17,375)
NET CASH FROM FINANCING ACTIVITIES		57,430	59,385
NET INCREASE IN CASH AND CASH EQUIVALENTS		75,968	52,213
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE YEAR		173,251	119,409
EFFECT OF FOREIGN EXCHANGE RATE CHANGES		4,210	1,629
CASH AND CASH EQUIVALENTS AT END OF THE YEAR, representing bank balances and cash		253,429	173,251