

Consolidated Cash Flow Statement

Year ended 31 December 2003

	Notes	2003 HK\$'000	2002 HK\$'000
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit before tax		41,203	57,764
Adjustments for:			
Interest income	5	(238)	(438)
Depreciation	6	129,012	119,896
Loss on disposal of fixed assets	6	132	655
Write-back of provision for obsolete inventories	6	(101)	(1,330)
Finance costs	7	10,330	11,089
Operating profit before working capital changes		180,338	187,636
Decrease/(increase) in rental and utility deposits		246	(254)
Decrease in prepaid rental, long term portion		175	175
Increase in deposits for fixed assets		(1,962)	(3,197)
Increase in inventories		(21,271)	(16,829)
Increase in trade receivables		(66,053)	(19,516)
Increase in prepayments, deposits and other receivables		(12,168)	(1,995)
Decrease/(increase) in an amount due from an associate		42	(49)
Increase in trade payables		49,687	2,374
Increase/(decrease) in other payables and accruals		8,215	(710)
Foreign exchange differences		(141)	17
Cash generated from operations		137,108	147,652
Interest received		238	438
Interest paid		(10,189)	(7,536)
Interest element on finance lease rental payments		(4,017)	(7,423)
Hong Kong profits tax paid		(10,000)	(5,464)
PRC taxes paid, net		(2,958)	(4,671)
Dividend paid		(9,600)	(98,000)
Net cash inflow from operating activities		100,582	24,996
CASH FLOWS FROM INVESTING ACTIVITIES			
Purchases of fixed assets		(157,668)	(170,066)
Proceeds from disposal of fixed assets		295	91
Net cash outflow from investing activities		(157,373)	(169,975)

Consolidated Cash Flow Statement

Year ended 31 December 2003

	<i>Notes</i>	2003 HK\$'000	2002 HK\$'000
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from issue of share capital		—	220,800
Share issue expenses		—	(23,057)
New bank loans		137,800	81,226
Repayment of bank loans		(52,652)	(19,010)
Shareholder's loan		30,043	—
Increase/(decrease) in trust receipt loans		17,565	(17,756)
Capital element of finance lease rental payments		(76,538)	(81,257)
Net cash inflow from financing activities		56,218	160,946
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS			
		(573)	15,967
Cash and cash equivalents at beginning of year		74,388	58,421
CASH AND CASH EQUIVALENTS AT END OF YEAR		73,815	74,388
ANALYSIS OF BALANCES OF CASH AND CASH EQUIVALENTS			
Cash and bank balances	<i>19</i>	58,195	54,329
Non-pledged time deposits with original maturity of less than three months when acquired	<i>19</i>	15,620	20,059
		73,815	74,388