

Consolidated Cash Flow Statement

For the year ended 28 February 2005

	Note	2005	2004
		<u>HK\$'000</u>	<u>HK\$'000</u>
Profit before taxation		87,879	71,202
Depreciation		14,174	12,560
Amortisation of intangible assets		2,000	2,000
Loss on disposal of fixed assets		99	1,105
Gain on liquidation of a subsidiary		–	(727)
Gain on disposal of an investment property		–	(320)
Revaluation surplus on other properties		(1,063)	(940)
Interest income		(402)	(489)
Interest expenses		1,221	1,200
Share of profit of an associated company		(23,762)	(20,086)
Operating profit before working capital changes		80,146	65,505
Decrease/(increase) in amount due from an associated company		2,931	(2,931)
Decrease in rental deposits paid		2,084	3,269
Increase in inventories		(30,146)	(20,686)
Increase in trade receivables, other receivables, deposits and prepayments		(41,562)	(11,685)
Increase in trade payables, other payables and accrued charges		25,161	11,225
Net cash inflow generated from operations		38,614	44,697
Interest paid		(1,221)	(1,200)
Hong Kong profits tax paid		(4,170)	(5,819)
Hong Kong profits tax refunded		870	1,268
Overseas taxation paid		(3,078)	(142)
Net cash inflow from operating activities		31,015	38,804
Investing activities			
Purchase of fixed assets		(16,522)	(23,324)
Deposits paid for the purchase of properties		(10,702)	–
Sale of fixed assets		–	4,424
Interest received		402	489
Dividends received from an associated company		–	2,550
Net cash outflow from investing activities		(26,822)	(15,861)
Net cash inflow before financing		4,193	22,943
Financing activities			
New bank loans raised	23	74,000	72,224
Repayment of bank loans	23	(75,688)	(70,520)
Bank deposits released/(pledged)		10,068	(10,068)
Dividends paid		(22,398)	(14,763)
Net cash outflow from financing		(14,018)	(23,127)
Decrease in cash and cash equivalents		(9,825)	(184)
Cash and cash equivalents as at 1 March		96,135	96,696
Effect of foreign exchange rate changes		47	(377)
Cash and cash equivalents as at 28 February/29 February		86,357	96,135
Analysis of balances of cash and cash equivalents			
Bank balances and cash		86,357	96,135