

Consolidated Cash Flow Statement

For the year ended 31st December, 2008

	Notes	2008 HK\$	2007 HK\$
OPERATING ACTIVITIES			
Profit from operations		73,441,567	144,019,278
Adjustments for:			
Depreciation and amortisation of property, plant and equipment	15	55,045,097	54,959,026
Amortisation of leasehold land and land use rights	17	928,716	1,013,153
Impairment losses on goodwill	18	483,750	–
Share-based payments		–	3,214,829
Gain on disposal of property, plant and equipment and leasehold land and land use rights		(66,939,617)	(59,999,829)
Revaluation deficit (surplus) of leasehold buildings	9	532,924	(273,958)
Gain on disposal of investment properties	6	–	(8,976,730)
Fair value gain on investment properties	6	–	(7,960,000)
Impairment losses on property, plant and equipment	15	–	1,500,000
Allowance for impairment of bad and doubtful debts		4,532,697	9,780,150
Write-down of inventories	9	11,031,033	13,972,864
OPERATING CASH FLOWS BEFORE MOVEMENTS IN WORKING CAPITAL			
		79,056,167	151,248,783
Decrease in inventories		14,355,792	25,907,766
Decrease (Increase) in trade and other receivables		3,890,364	(22,854,991)
Decrease in trade and other payables		(82,072,641)	(65,483,197)
Cash generated from operations		15,229,682	88,818,361
Hong Kong profits tax paid		(1,631,438)	(2,570,819)
Overseas tax paid		(9,357,426)	(7,808,765)
NET CASH GENERATED FROM OPERATING ACTIVITIES			
		4,240,818	78,438,777

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For the year ended 31st December, 2008

	Notes	2008 HK\$	2007 HK\$
INVESTING ACTIVITIES			
Amounts advanced to associates		(50,100,879)	(9,890,098)
Purchase of available-for-sale financial assets		(171,254)	(509,505)
(Increase) Decrease in pledged bank deposits		(84,979,573)	573,762
Acquisition of additional shareholding in a subsidiary from minority shareholders		(483,750)	(119,759)
Realised loss on foreign currency forward contracts	8	(258,197)	–
Acquisition of an associate		–	(4,668,152)
Purchase of property, plant and equipment		(43,568,325)	(64,096,821)
Proceeds from disposal of associates		–	1,386,193
Proceeds from disposal of investment properties		21,460,000	25,306,730
Proceeds from disposal of property, plant and equipment and leasehold land and land use rights		76,583,402	100,954,922
Proceeds from disposal of available-for-sale financial assets		528,765	2,742,657
Interest received	8	4,376,345	2,030,074
Dividends received from associates		46,466,481	–
Dividends received from available-for-sale financial assets	8	755	–
NET CASH (USED IN) GENERATED FROM INVESTING ACTIVITIES		(30,146,230)	53,710,003
FINANCING ACTIVITIES			
Repayment of bank loans		(357,717,659)	(324,799,356)
Interest paid	7	(26,514,651)	(27,088,135)
Repayment of obligations under finance leases		(7,235,872)	(5,009,819)
Dividends paid to minority shareholders of subsidiaries		(3,183,089)	(8,732,970)
Dividends paid to Company's shareholders		(10,650,340)	(14,872,976)
Bank loans raised		417,282,408	333,599,394
Capital contributed by minority shareholders of a subsidiary		–	2,138,918
Amounts advanced from associates		13,039,095	14,353,381
Proceeds from issue of shares	27	–	3,500,000
Repurchase of own shares	27	(34,451)	–
NET CASH GENERATED FROM (USED IN) FINANCING ACTIVITIES		24,985,441	(26,911,563)
(DECREASE) INCREASE IN CASH AND CASH EQUIVALENTS		(919,971)	105,237,217
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE YEAR		172,616,699	61,062,701
EFFECT OF FOREIGN EXCHANGE RATE CHANGES		5,512,062	6,316,781
CASH AND CASH EQUIVALENTS AT END OF THE YEAR		177,208,790	172,616,699

The notes on pages 42 to 117 are an integral part of these consolidated financial statements.