

Consolidated Cash Flow Statement

for the year ended 31 December 2003

2003			2003	2002
US\$ millions		Note	HK\$ millions	HK\$ millions
	Operating activities			
4,343	Earnings before interest, taxation, depreciation and amortisation ("EBITDA")	23 (a)	33,873	33,273
(2,155)	Share of EBITDA of associated companies and jointly controlled entities		(16,806)	(12,306)
728	Dividends received from associated companies and jointly controlled entities		5,679	3,317
401	Distribution from property jointly controlled entities		3,127	3,653
221	Decrease in properties under development		1,727	-
(227)	Profit on disposal of subsidiary and associated companies and jointly controlled entities		(1,768)	(742)
(989)	Interest and other finance costs		(7,715)	(5,262)
(13)	Profits tax paid, Hong Kong		(98)	(567)
(103)	Profits tax paid, outside Hong Kong		(803)	(660)
-	Loss on disposal of unlisted investments		-	25
1	Loss on disposal of fixed assets		5	105
2,207	Funds from operations		17,221	20,836
(139)	Changes in working capital	23 (b)	(1,087)	3,967
2,068	Cash flows from operating activities		16,134	24,803
	Investing activities			
(1,686)	Purchase of fixed assets for established businesses		(13,153)	(9,356)
(3,148)	Purchase of fixed assets for 3G businesses		(24,557)	(29,842)
(16)	Purchase of 3G licences		(126)	(180)
(474)	Additions to telecommunications customer acquisition costs		(3,699)	-
(34)	Purchase of subsidiary companies	23 (c)	(265)	(8,888)
(258)	Purchase of and advances to associated companies		(2,012)	(6,436)
(435)	Purchase of and advances to jointly controlled entities		(3,395)	(3,572)
(174)	Additions to unlisted investments		(1,353)	(538)
298	Repayment from associated companies and non-property jointly controlled entities and other joint ventures		2,325	1,567
69	Proceeds on disposal of fixed assets		539	176
607	Proceeds on disposal of subsidiary companies	23 (d)	4,734	1,014
12	Proceeds on disposal of associated companies		93	167
-	Proceeds on disposal of jointly controlled entities		-	36
8	Proceeds on disposal of other joint ventures		61	-
12	Proceeds on disposal of other unlisted investments		99	1,258
(5,219)	Subtotal		(40,709)	(54,594)

2003 US\$ millions		Note	2003 HK\$ millions	2002 HK\$ millions
	Liquid funds and other listed investments			
6,206	Disposal of liquid funds and other listed investments		48,403	27,662
(3,464)	Additions to liquid funds and other listed investments		(27,016)	(22,495)
2,742	Net transfer from liquid funds and other listed investments		21,387	5,167
(2,477)	Cash flows from investing activities		(19,322)	(49,427)
	Financing activities			
10,605	Net cash flows from financing activities	23 (e)	82,720	29,016
(394)	Dividends paid to minority shareholders		(3,076)	(1,539)
(946)	Dividends paid to shareholders		(7,375)	(7,375)
9,265	Cash flows from financing activities		72,269	20,102
8,856	Increase (decrease) in cash and cash equivalents		69,081	(4,522)
5,494	Cash and cash equivalents at 1 January		42,852	47,374
14,350	Cash and cash equivalents at 31 December		111,933	42,852
	Analysis of cash, liquid funds and other listed investments			
14,350	Cash and cash equivalents, as above		111,933	42,852
5,873	Managed funds, outside Hong Kong		45,812	34,128
2,607	Held-to-maturity listed debt securities and long term deposits		20,336	17,553
566	Listed equity securities, Hong Kong		4,410	3,427
391	Listed equity securities, outside Hong Kong		3,051	32,307
9,437	Liquid funds and other listed investments	14	73,609	87,415
23,787	Total cash, liquid funds and other listed investments		185,542	130,267
35,018	Bank and other interest bearing borrowings		273,144	180,496
11,231	Net debts		87,602	50,229