

Condensed Consolidated Cash Flow Statement

	Note	(Unaudited) 6 months ended 30 June			
		2004 HK\$M	2004 HK\$M	2003 HK\$M	2003 HK\$M
Operating activities					
Net cash inflow from operations	22	3,826		3,046	
Operating interest paid		(405)		(197)	
Interest received		19		23	
Profits tax paid		(139)		(203)	
Net cash inflow from operating activities			3,301		2,669
Investing activities					
Capital expenditure		(2,825)		(2,524)	
Capitalised interest paid		(150)		(139)	
Proceeds from disposal of fixed assets		10		3	
Proceeds from disposal of other investments		31		–	
Net cash outflow for acquisition of subsidiaries		(376)		(354)	
Net cash inflow/(outflow) on settlement of forward contracts for investment hedging		86		(246)	
Investments in and advances to jointly controlled entities		(220)		(110)	
Purchase of investment securities		–		(438)	
Proceeds from realisation of employee retirement benefit plan assets		–		1,155	
Dividends received from investments					
– jointly controlled entities		1,416		1,183	
– associated company		30		27	
– other investments		–		34	
Profit received from Hok Un joint venture		439		168	
Net cash outflow from investing activities			(1,559)		(1,241)
Net cash inflow before financing activities			1,742		1,428
Financing activities					
Proceeds from long-term borrowings		2,200		1,500	
Repayment of long-term borrowings		(1,692)		(855)	
Increase in short-term borrowings		1,127		738	
Dividends paid		(2,890)		(2,769)	
Net cash outflow from financing activities			(1,255)		(1,386)
Increase in cash and cash equivalents			487		42
Cash and cash equivalents at beginning of the period			787		516
Effect of exchange rate changes			(9)		14
Cash and cash equivalents at end of the period			1,265		572
Analysis of balances of cash and cash equivalents					
Short-term investments			46		11
Deposits with banks			742		491
Cash at banks and on hand			477		70
			1,265		572