

# CONSOLIDATED STATEMENT OF CASH FLOWS (HK\$m)

	Note	Year ended 31 December	
		2010	2009
<b>Operating activities</b>			
Profit after net financing charges		686	500
Adjustments for:			
Depreciation	14(a)	346	335
Amortisation of hotel management contract	19	3	3
Interest income		(24)	(15)
Financing charges	4(a)	132	101
Loss on disposal of property, plant and equipment		2	3
Foreign exchange gains	4(b)	–	(1)
<b>Operating profit before changes in working capital</b>		<b>1,145</b>	<b>926</b>
(Increase)/decrease in inventories		(2)	16
Increase in trade and other receivables		(33)	(12)
Increase/(decrease) in trade and other payables		63	(26)
<b>Cash generated from operations</b>		<b>1,173</b>	<b>904</b>
Net tax paid:			
Hong Kong Profits Tax paid		(101)	(123)
Overseas tax paid		(53)	(20)
<b>Net cash generated from operating activities</b>		<b>1,019</b>	<b>761</b>
<b>Investing activities</b>			
Payment for the purchase of fixed assets		(276)	(269)
Payment for the acquisition of additional shareholding in a subsidiary	15	–	(91)
Payment for the acquisition of interest in associates	16	–	(453)
Loans to an associate		(27)	(22)
Payment for acquisition of hotel management contract	19	–	(591)
Proceeds from sale of fixed assets		1	18
<b>Net cash used in investing activities</b>		<b>(302)</b>	<b>(1,408)</b>
<b>Financing activities</b>			
Drawdown of term loans		1,151	1,414
Repayment of term loans		–	(200)
Net decrease in revolving loans		(927)	(551)
Net placement of interest bearing bank deposits with maturity of more than three months		(560)	(437)
Interest paid and other financing charges		(137)	(139)
Interest received		22	15
Dividends paid to shareholders of the Company		(29)	(46)
Dividends paid to non-controlling shareholders		(5)	(7)
<b>Net cash (used in)/generated from financing activities</b>		<b>(485)</b>	<b>49</b>
Net increase/(decrease) in cash and cash equivalents		232	(598)
Cash and cash equivalents at 1 January		1,380	1,979
Effect of changes in foreign exchange rates		32	(1)
<b>Cash and cash equivalents at 31 December</b>	24	<b>1,644</b>	<b>1,380</b>

The notes on pages 104 to 167 form part of these Financial Statements.