

CONSOLIDATED CASH FLOW STATEMENT

For the year ended December 31, 2000

(Amounts expressed in millions of Hong Kong dollars)

| | Note | 2000 | 1999 |
|---|-------|----------|-----------|
| | | | (Note 36) |
| NET CASH INFLOW/(OUTFLOW) FROM OPERATING ACTIVITIES | 29(a) | \$ 2,838 | \$ (414) |
| RETURNS ON INVESTMENTS AND SERVICING OF FINANCE | | | |
| Interest paid | | (2,216) | (8) |
| Interest received | | 1,070 | 42 |
| Finance charges paid | | (1,159) | – |
| Dividends received | | 12,005 | – |
| Dividends paid to minority shareholders | | (44) | – |
| NET CASH INFLOW FROM RETURNS ON INVESTMENTS AND SERVICING OF FINANCE | | 9,656 | 34 |
| TAXATION | | | |
| Hong Kong profits tax paid | | (3) | (4) |
| Overseas tax paid | | (3) | – |
| TAX PAID | | (6) | (4) |
| INVESTING ACTIVITIES | | | |
| Proceeds from disposal of fixed assets and other investments | | 678 | 81 |
| Proceeds from partial disposal of a jointly controlled company | | 19 | – |
| Purchase of fixed assets | | (1,951) | (79) |
| Purchase of intangible assets | | (100) | (17) |
| Increase in other non-current assets | | (19) | – |
| Acquisition of subsidiaries (net of cash and cash equivalents acquired) | 29(b) | (85,311) | 53 |
| Disposals of subsidiaries (net of cash and cash equivalents disposed of) | 29(c) | 41 | (15) |
| Decrease/(Increase) in short-term bank deposits (non-cash equivalent portion) | | 593 | (263) |
| Increase in properties held for development | | – | (2) |
| Increase in properties under development for investment | | (532) | (155) |
| Decrease/(Increase) in restricted cash | | 669 | (669) |
| Purchase of investments, investments in jointly controlled companies and associates | | (4,037) | (1,794) |
| NET CASH OUTFLOW FROM INVESTING ACTIVITIES | | (89,950) | (2,860) |
| NET CASH OUTFLOW BEFORE FINANCING ACTIVITIES | | (77,462) | (3,244) |

| | Note | 2000 | 1999 |
|--|-------|---------------|------------------|
| | | | <i>(Note 36)</i> |
| FINANCING | | | |
| Proceeds from issuance of shares and exercise of options, net of issuing expenses | 29(d) | 11,615 | 6,846 |
| Proceeds from rights issue, net of issuing expenses | 29(d) | 4,101 | – |
| Proceeds from issuance of convertible bonds | 29(d) | 8,580 | – |
| Issuing expenses on issuance of convertible bonds | | (148) | – |
| Repurchase of ordinary shares (including transaction costs) | | – | (188) |
| New loans raised: | | | |
| – Bridge Loan for acquisition of HKT | 29(d) | 93,583 | – |
| – other loans | 29(d) | 9,317 | 373 |
| New loans raised from a shareholder | | – | 8 |
| Increase in long-term liabilities | | – | 159 |
| Repayment of Bridge Loan from | | | |
| – a portion of the net proceeds from rights issue | 29(d) | (2,051) | – |
| – net proceeds from issuance of convertible bonds | 29(d) | (8,432) | – |
| – internal financial resources | 29(d) | (23,397) | – |
| Repayment of other loans | 29(d) | (6,003) | (40) |
| Investment from minority shareholders in subsidiaries | 29(d) | 136 | – |
| Reduction of minority interests due to disposal of subsidiaries | | – | (3) |
| NET CASH INFLOW FROM FINANCING | | 87,301 | 7,155 |
| INCREASE IN CASH AND CASH EQUIVALENTS | | 9,839 | 3,911 |
| Exchange realignment | | (55) | – |
| CASH AND CASH EQUIVALENTS | | | |
| Beginning of year | | 3,921 | 10 |
| End of year | 29(e) | \$ 13,705 | \$ 3,921 |