

CONSOLIDATED CASH FLOW STATEMENT

For the year ended 31 March 2005

	2005 HK\$ Million	2004 HK\$ Million
Cash generated from operations (Note)	1,529.6	4,416.1
Interest received	74.9	120.9
Interest paid	(87.8)	(153.2)
Dividends received from associates	914.6	511.3
Dividends received from listed investments	36.5	38.4
Hong Kong profits tax paid	(106.6)	(75.9)
Overseas tax refunded/(paid)	0.2	(169.0)
Net cash inflow from operating activities	2,361.4	4,688.6
Investing activities		
Purchase of non-trading securities	(189.0)	(197.1)
Purchase of fixed assets	(410.2)	(6.0)
Proceeds from disposal of an associate	9.5	–
Proceeds from disposal of non-trading securities	322.7	261.7
Proceeds from disposal of fixed assets	6.9	10.7
Decrease/(increase) in deferred debtors	125.7	(111.2)
Decrease in net advances from associates	(328.9)	(1,738.5)
Increase in interest in a subsidiary	–	(7.8)
Net cash outflow relating to investing activities	(463.3)	(1,788.2)
Financing activities		
Drawdown of long-term loans	6,119.2	3,005.3
Repayment of long-term loans	(4,498.1)	(5,294.3)
Net repayment of short-term bank loans	(1,760.0)	(1,607.4)
Dividends paid to shareholders	(182.9)	(152.4)
Dividends paid to minority shareholders	(121.1)	(170.0)
Net cash outflow relating to financing activities	(442.9)	(4,218.8)
Net increase/(decrease) in cash and cash equivalents	1,455.2	(1,318.4)
Cash and cash equivalents at 1 April	2,017.2	3,182.7
Effect of foreign exchange rate changes	29.7	152.9
Cash and cash equivalents at 31 March	3,502.1	2,017.2
Analysis of the balances of cash and cash equivalents		
Bank balances and deposits	3,502.1	2,017.2

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For the year ended 31 March 2005

NOTE TO CONSOLIDATED CASH FLOW STATEMENT

Reconciliation of profit before taxation to cash generated from operations

	2005	2004
	HK\$ Million	HK\$ Million
Profit before taxation	5,699.6	3,373.7
Adjustments for:		
Share of profits less losses of associates	(2,167.9)	(2,047.3)
Interest income	(74.6)	(118.9)
Interest expense	63.2	116.7
Dividend income from listed investments	(40.3)	(32.6)
Depreciation	1.9	3.0
Write back of provision for properties	(2,237.9)	(40.0)
Impairment of non-trading securities	–	41.4
Profit on disposal of an associate	(9.5)	–
Net profit on disposal of non-trading securities	(89.3)	(19.8)
Deferred profit realised	(111.2)	–
Amortisation of negative goodwill	(8.6)	(45.5)
Loss/(profit) on disposal of fixed assets	0.8	(1.4)
Exchange differences	55.1	51.2
Operating profit before working capital changes	1,081.3	1,280.5
Increase in properties under development for sale	(2,999.3)	(1,898.0)
Decrease in properties held for sale	1,453.0	5,269.4
Decrease in short-term investments	79.8	22.2
Decrease in trade and other receivables	31.9	1,263.8
Increase/(decrease) in deposits from sale of properties	2,046.2	(1,418.0)
Decrease in trade and other payables	(163.3)	(103.8)
Cash generated from operations	1,529.6	4,416.1