

Consolidated Cash Flow Statement

for the year ended 31st December, 2005

	2005 HK\$'000	2004 HK\$'000 (Restated)
Operating activities		
Profit for the year	1,036,442	660,228
Adjustments for:		
Finance costs	96,778	47,208
Release of negative goodwill	–	(156,741)
Amortisation of capital reserve	–	(17,267)
Bad and doubtful debts (provided) written back	12,042	(902)
Share of results of associates	(150,388)	(165,856)
Share of results of jointly controlled entities	(105,298)	(19,090)
Taxation	79,306	80,108
Depreciation of property, plant and equipment	24,479	21,603
Impairment loss recognised in respect of available-for-sale financial assets	14,411	–
Impairment loss recognised in respect of goodwill of associates	13,323	–
Impairment loss recognised in respect of an associate	4,981	–
Amortisation of prepaid land lease payments	4,401	3,275
Impairment loss recognised in respect of property, plant and equipment	3,680	–
Amortisation of intangible assets	3,662	2,701
Impairment loss recognised in respect of intangible assets	980	–
Loss on disposal of property, plant and equipment	671	579
Impairment loss recognised in respect of goodwill of a subsidiary	267	–
Increase in fair value of investment properties	(522,250)	(91,719)
Profit on disposal of available-for-sale financial assets	(56,748)	–
Reversal of write-down of properties held for sale	(47,452)	(22,924)
Reversal of impairment loss of properties held for development	(34,700)	(3,000)
Reversal of impairment loss of buildings	(4,284)	(4,314)
Profit on disposal of an investment property	(2,061)	–
Profit on disposal/deemed disposal of a jointly controlled entity	(1,219)	(942)
Net unrealised profit on financial assets at fair value through profit or loss	(590)	–
Net unrealised loss on trading securities	–	2,109
Reversal of impairment loss of intangible assets	(320)	–
Excess of net fair value over consideration arising from acquisition of subsidiaries	(199)	–
Impairment loss recognised in respect of non-trading securities	–	16,418
Loss on dilution of interests in an associate	–	4,492
Loss on write off of intangible assets	–	96
Profit on disposal of non-trading securities	–	(2,483)
Profit on disposal of partial interest in a subsidiary	–	(789)
Operating cash flow before movements in working capital	369,914	352,790

Consolidated Cash Flow Statement (Cont'd)

for the year ended 31st December, 2005

	Note	2005 HK\$'000	2004 HK\$'000 (Restated)
Decrease in properties held for sale and other inventories		7	20,741
Increase in financial assets at fair value through profit or loss		(127,651)	–
Increase in trading securities		–	(14,634)
(Increase) decrease in accounts receivable, deposits and prepayments		(277,130)	557,084
Increase in loans and receivables		–	(3,200)
Decrease in accounts payable and accrued charges		(82,591)	(499,683)
Increase in financial liabilities at fair value through profit or loss		17,756	–
Decrease in other liabilities		(9,606)	(3,046)
Increase (decrease) in amount due to Allied Group Limited		2,089	(23,719)
Cash (used in) generated from operations		(107,212)	386,333
Interest paid		(85,689)	(47,193)
Hong Kong Profits Tax paid		(39,752)	(32,809)
Tax outside Hong Kong paid		(341)	(248)
Net cash (used in) generated from operating activities		(232,994)	306,083
Investing activities			
Proceeds on disposal of available-for-sale financial assets		113,923	–
Proceeds on disposal of an investment property		14,661	–
Amounts repaid by associates		13,063	254,750
Dividend received from associates		8,162	6,182
Decrease in available-for-sale financial assets		5,620	–
Amount repaid by a jointly controlled entity		2,751	2,770
Decrease in pledged bank deposit		248	267
Proceeds on disposal of property, plant and equipment		142	56
Acquisition of subsidiaries (net of cash and cash equivalents acquired)	42	(62,416)	(125,239)
Purchase of property, plant and equipment		(19,472)	(18,265)
Additions to intangible assets		(5,962)	(6,091)
Acquisition of associates		(5,592)	(102,350)
Net payment of statutory deposits		(4,472)	–
Amount advanced to a jointly controlled entity		(2,870)	(3,772)
Additions to investment properties		(2,605)	(110)
Purchase of available-for-sale financial assets		(705)	–
Amount advanced to an associate		(6)	(2)
Proceeds on disposal of non-trading securities		–	40,510
Purchase of non-trading securities		–	(32,285)
Additions to properties held for development		–	(14,186)
Acquisition of a jointly controlled entity		–	(2,294)
Amounts advanced to investee companies		–	(1,950)
Acquisition of additional interest in a subsidiary		–	(954)
Net cash from (used in) investing activities		54,470	(2,963)

Consolidated Cash Flow Statement (Cont'd)

for the year ended 31st December, 2005

	2005 HK\$'000	2004 HK\$'000 (Restated)
Financing activities		
New bank loans raised	359,000	86,500
Amounts advanced by associates	426	–
Repayment of bank loans	(207,883)	(346,126)
Repurchase of loan notes	(60,000)	(100,426)
Dividends paid by subsidiaries to minority interests	(28,228)	(29,788)
Dividend paid	(26,858)	–
Net distribution to minority interests	(48)	(33)
Net proceeds received from issue of shares	–	119,395
Amount advanced by a jointly controlled entity	–	29,500
Repayment of obligations under a finance lease	–	(890)
Amounts repaid to associates	–	(148)
Amount repaid to a jointly controlled entity	–	(95)
Net cash from (used in) financing activities	36,409	(242,111)
Net (decrease) increase in cash and cash equivalents	(142,115)	61,009
Effect of foreign exchange rate changes	(78)	12
Cash and cash equivalents at the beginning of the year	540,349	479,328
Cash and cash equivalents at the end of the year	398,156	540,349
Analysis of the balances of cash and cash equivalents		
Bank deposits, bank balances and cash	481,196	598,254
Bank overdrafts	(83,040)	(57,905)
	398,156	540,349