

# CONSOLIDATED CASH FLOW STATEMENT

For the year ended 31 December 2005

	2005 HK\$'000	2004 HK\$'000 (Restated)
<b>OPERATING ACTIVITIES</b>		
Profit before taxation	1,121,302	442,913
Adjustments for:		
Interest income	(70,703)	(16,461)
Finance costs	178,522	33,758
Gain on group restructuring exercise	(180,401)	-
Gain on disposal of subsidiaries	(40,794)	(88,271)
Dividend income from available-for-sale investments	(5,346)	-
Share of results of associates	(20,829)	(30,190)
Loss on deemed disposal arising from dilution of interest in a subsidiary	-	3,266
Loss on deemed disposal arising from dilution of interest in an associate	-	432
Depreciation and amortisation of property, plant and equipment	168,052	50,789
Loss (gain) on disposal of property, plant and equipment	2,444	(123)
Gain on disposal of available-for-sale investments	(116,397)	-
Release of prepaid lease payments	2,474	1,557
Amortisation of intangible asset	428	502
Impairment loss on goodwill	6,405	-
Impairment loss recognised in respect of available-for-sale investments/investments in securities	50,000	25,000
Increase in fair value of investment properties	(240,778)	-
Unrealised holding gain on investments held for trading/investments in securities	(11,949)	(754)
Unrealised holding gain on commodity derivatives	-	(907)
Share-based payment expense	40,393	4,778
Discounts on acquisition	(15,189)	(40,140)
Changes in fair value of derivative financial instruments	208,127	-
Changes in fair value of convertible option of exchangeable note	(7,227)	-
Operating cash flows before movements in working capital	1,068,534	386,149
Increase in stock of properties	(193,124)	(675,879)
(Increase) decrease in inventories	(87,533)	14,767
(Increase) decrease in trade and other receivables	(721,161)	253,050
Increase in trade and other payables	1,003,265	325,358
Cash generated from operations	1,069,981	303,445
Interest paid	(153,916)	(61,217)
Income taxes paid	(38,665)	(21,071)
<b>NET CASH FROM OPERATING ACTIVITIES</b>	<b>877,400</b>	<b>221,157</b>

## CONSOLIDATED CASH FLOW STATEMENT

*For the year ended 31 December 2005*

	<i>Notes</i>	<b>2005</b> <i>HK\$'000</i>	2004 <i>HK\$'000</i> (Restated)
<b>INVESTING ACTIVITIES</b>			
Purchase of property, plant and equipment		(782,539)	(486,717)
Prepaid lease payments		(4,456)	(656)
Acquisition of subsidiaries (net of cash and cash equivalents acquired)	39	(109,578)	635,592
Acquisition of additional interests in subsidiaries		(305,102)	(1,151)
Acquisition of an associate		(307,955)	(299,334)
Purchase of available-for-sale investments/investments held for trading		(368,161)	-
Increase in pledged bank deposits		(134,728)	(77,950)
Proceeds from disposal of available-for-sale investments/investments in securities		278,830	11,068
Proceeds from disposal of property, plant and equipment		24,396	9,350
Proceeds from disposal of prepaid lease payments		527	903
Proceeds from placing of shares of subsidiaries		97,196	-
Interest received		137,522	16,461
Repayment from minority shareholders		-	11,246
Investment income from available-for-sale investments		5,346	-
Proceeds from redemption of unlisted debt securities		-	50,000
Disposal of subsidiaries (net of cash and cash equivalent disposed of)	40	-	52,475
Proceeds from partial disposal of interests in subsidiaries		-	157,685
Repayment from an associate		-	75,000
<b>NET CASH (USED IN) FROM INVESTING ACTIVITIES</b>		<b>(1,468,702)</b>	<b>153,972</b>

## CONSOLIDATED CASH FLOW STATEMENT

For the year ended 31 December 2005

	2005 <i>HK\$'000</i>	2004 <i>HK\$'000</i> (Restated)
FINANCING ACTIVITIES		
Proceeds from issue of shares	549,564	23,210
New bank and other loans raised	223,119	382,086
Repayment from minority shareholders of a subsidiary	28,064	-
Capital contributions from minority shareholders of subsidiaries	2,523	50,630
Proceeds from issue of guaranteed senior notes	-	1,559,000
Repayment of bank and other loans	(936,947)	-
Advance to shareholders	(323,567)	-
Dividends paid	(218,571)	(92,241)
Dividends paid to minority shareholders of subsidiaries	(69,940)	(31,782)
Repayment to minority shareholders	(430)	(5,964)
Repayment of exchangeable notes	-	(62,500)
Expenses paid in connection with the issue of guaranteed senior notes	-	(35,560)
	<u>(746,185)</u>	<u>1,786,879</u>
NET CASH (USED IN) FROM FINANCING ACTIVITIES		
	(1,337,487)	2,162,008
(DECREASE) INCREASE IN CASH AND CASH EQUIVALENTS		
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE YEAR	3,468,306	1,309,473
EFFECT OF FOREIGN EXCHANGE RATE CHANGES	<u>21,665</u>	<u>(3,175)</u>
CASH AND CASH EQUIVALENTS AT END OF THE YEAR, REPRESENTING BY		
Bank balances and cash	<u><u>2,152,484</u></u>	<u><u>3,468,306</u></u>