

Consolidated Cash Flow Statement

for the six months ended 30 June – unaudited

<i>in HK\$ million</i>	2006	2005
Cash Flows from Consolidated Activities		
<i>Profit from Consolidated Activities after Net Finance Charges</i>	2,679	1,878
Net finance charges	258	226
Income from other financial assets	(9)	(99)
Depreciation	441	358
Amortisation of leasehold land	27	22
Impairment losses on other financial assets	1	22
Profit on disposal of other financial assets	(3)	–
Provision for loan to associate	2	–
Impairment losses of jointly controlled entities	151	–
Impairment losses of property, plant and equipment	3	–
Profit on disposal of property, plant and equipment	(13)	(10)
Change in fair value of investment properties	(422)	(561)
Profit on disposal of subsidiary companies	(1,262)	(360)
Loss on disposal of jointly controlled entities	–	4
<i>Operating Profit before Working Capital Changes</i>	1,853	1,480
Decrease / (increase) in inventories	19	(156)
Increase in debtors, accounts receivable, deposits and prepayments	(824)	(299)
Increase / (decrease) in creditors, accounts payable, deposits and accruals	150	(197)
Effect of foreign exchange rates	(12)	23
<i>Cash Generated from Consolidated Activities</i>	1,186	851
Interest received	91	23
Interest paid	(478)	(286)
Income taxes paid	(97)	(87)
Net Cash from Consolidated Activities	702	501

in HK\$ million

	2006	2005
Cash Flows from Investing Activities		
Purchase of subsidiary companies	(19)	(87)
Purchase of additional interests in a subsidiary company	(35)	(3)
Purchase of property, plant and equipment	(643)	(1,188)
Investment in jointly controlled entities	(1,164)	(471)
Investment in associated companies	(1)	(595)
Proceeds on disposal of property, plant and equipment	72	68
Proceeds on disposal of other financial assets	46	–
Proceeds on disposal of jointly controlled entities	–	5
Proceeds on disposal of subsidiary companies	6,970	482
(Increase) / decrease in loans to jointly controlled entities	(5)	195
Increase in other financial assets	–	(392)
Decrease in loans to associated companies	240	219
Dividend income from associated companies	373	798
Dividend income from jointly controlled entities	138	5
Income from other financial assets	9	102
Net Cash from / (used in) Investing Activities	5,981	(862)
Cash Flows from Financing Activities		
Repurchase of shares	(35)	–
Issue of shares	23	12
New borrowings	3,989	2,884
Repayment of loans	(7,101)	(481)
Decrease in minority interests	(121)	(93)
Dividend paid	(1,755)	(1,754)
Net Cash (used in) / from Financing Activities	(5,000)	568
Net Increase in Cash and Cash Equivalents	1,683	207
Cash and Cash Equivalents at 1 January	2,524	2,381
Effect of Foreign Exchange Rate Changes	31	(6)
Cash and Cash Equivalents at 30 June	4,238	2,582
Analysis of the Balance of Cash and Cash Equivalents		
Cash and bank deposits	4,289	2,622
Bank overdrafts	(51)	(40)
	4,238	2,582