

CONSOLIDATED CASH FLOW STATEMENT

for the year ended 31 December 2006
(Expressed in Hong Kong dollars)

	Note	2006 \$'000	2005 \$'000
Operating activities			
Profit before taxation		161,695	110,740
Adjustments for:			
– Interest income	4	(7,714)	(7,342)
– Finance costs	5(a)	13,583	19,060
– Depreciation and amortisation	5(c)	29,501	26,165
– Loss on disposal of property, plant and equipment		18	93
		<hr/>	<hr/>
Operating cash flows before changes in working capital		197,083	148,716
Increase in inventories – consumable parts		(370)	(85)
Decrease in trade and other receivables		1,922	25,799
Increase/(decrease) in trade and other payables		498	(27,769)
Decrease in deferred revenue		(74,574)	(65,785)
Exchange differences		(7,896)	(5,843)
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Cash generated from operations		116,663	75,033
PRC Enterprises Income Tax paid		(11,733)	(14,309)
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Net cash generated from operating activities		104,930	60,724
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Investing activities			
Additions of property, plant and equipment		(75,702)	(24,351)
Decrease in pledged bank deposit		600	7,923
Acquisition of subsidiaries (net of cash and cash equivalents acquired)		–	(3,468)
Repayment of amount due from a related company		–	8,171
Interest received		7,714	7,342
Proceeds from disposal of property, plant and equipment		30	341
Purchase of intangible assets		(850)	(935)
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Net cash used in investing activities		(68,208)	(4,977)
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CONSOLIDATED CASH FLOW STATEMENT (Continued)

for the year ended 31 December 2006
(Expressed in Hong Kong dollars)

	<i>Note</i>	2006 \$'000	2005 <i>\$'000</i>
Financing activities			
Repayment of bank loans		–	(160,174)
Repayment of loans due to related companies		–	(103,533)
Repayment of promissory notes		(105,000)	–
Interest paid		(3,502)	(6,094)
Dividend paid to minority shareholders		(11,231)	–
Dividend paid to equity shareholders of the Company		–	(26,200)
Proceeds from issue of new shares		–	97,385
Payment for repurchase of shares	23	(63,373)	–
		<hr/> (183,106) <hr/>	<hr/> (198,616) <hr/>
Net cash used in financing activities		(183,106)	(198,616)
Net decrease in cash and cash equivalents		(146,384)	(142,869)
Cash and cash equivalents at beginning of the year		354,234	497,369
Effect of foreign exchange rate changes		4,961	(266)
		<hr/> 212,811 <hr/>	<hr/> 354,234 <hr/>
Cash and cash equivalents at end of the year	16	212,811	354,234

The notes on pages 41 to 91 form part of these financial statements.