

Consolidated Cash Flow Statement

For the year ended 31st December, 2006

	2006 <i>HK\$ Million</i>	2005 <i>HK\$ Million</i>
Operating activities		
Operating profit	340.8	259.3
Depreciation and amortisation	25.3	25.2
Dividend income from listed investments	(30.0)	(20.5)
Interest income	(61.3)	(41.1)
Operating profit before changes in working capital	274.8	222.9
Increase in deferred income	–	0.3
Increase in employee benefits	(1.2)	(0.4)
Decrease in property held for sale	230.8	–
Decrease/(increase) in hotel consumables	0.6	(0.1)
Decrease/(increase) in trade and other receivables	18.4	(32.9)
Increase in trade and other payables	7.1	31.0
Increase/(decrease) in amounts due to fellow subsidiaries (net)	10.1	(7.7)
Cash generated from operations	540.6	213.1
Interest received	60.8	40.4
Dividends received from associates	20.0	12.1
Dividend income from listed investments	29.7	20.5
Hong Kong profits tax paid	(33.9)	(41.7)
Net cash from operating activities	617.2	244.4
Investing activities		
Purchase of fixed assets	(31.7)	(476.4)
Net repayment from associates	–	38.7
Increase in long term receivables	(3.5)	–
Purchase of available-for-sale investments	(1,207.8)	–
Proceeds from sale of available-for-sale investments	1,000.0	29.0
Net cash used in investing activities	(243.0)	(408.7)
Financing activities		
Dividends paid	(53.6)	(53.6)
Net cash used in financing activities	(53.6)	(53.6)
Net increase/(decrease) in cash and cash equivalents	320.6	(217.9)
Cash and cash equivalents at 1st January	1,519.6	1,737.5
Cash and cash equivalents at 31st December	1,840.2	1,519.6

The notes and principal accounting policies on pages 31 to 69 form part of these financial statements.