

CONSOLIDATED CASH FLOW STATEMENT

For the year ended 31 December 2006

	Note	2006 HK\$'000	2005 HK\$'000
Operating activities			
Profit/(loss) for the year		120,470	(292,754)
Adjustments for:			
Income tax credit		–	(41)
Finance costs		23,091	15,899
Interest income		(3,828)	(3,245)
Revaluation surplus on buildings for own use		–	(851)
Depreciation of property, plant and equipment		92,273	38,838
Amortisation of land lease premium		19,066	11,696
Loss of disposal of property, plant and equipment		1,500	271
(Gain)/loss on disposal of subsidiaries		(6,172)	2,498
(Gain)/loss on disposal of investment at fair value		(832)	92
Impairment losses for trade and other receivables		2,767	378
Gain on disposal of available-for-sale investment		–	(2,000)
Discount on acquisition of subsidiaries		–	(158,687)
Equity-settled share-based payment expenses	7	22,784	496,800
Operating profit before changes in working capital		271,119	108,894
Decrease/(increase) in inventories		111	(4,459)
(Increase)/decrease in trade and other receivables		(23,970)	11,071
(Decrease)/increase in trade and other payables		(14,485)	37,155
Cash from operations		232,775	152,661
Hong Kong profits tax paid		–	(322)
Net cash from operating activities		232,775	152,339
Investing activities			
Payment for the purchase of property, plant and equipment		(37,054)	(472,284)
Proceeds from disposal of property, plant and equipment		160	53
Disposal of subsidiaries	31	670	677
Payment for the purchase of:			
– trading securities		(10,040)	(3,829)
– available-for-sale investment		(15,539)	–
Proceeds from sale of trading securities		10,872	674
Proceeds from sale of available-for-sale investment		–	52,000
Acquisition of subsidiaries		–	(744,693)
Payment for hotel renovation		(7,524)	–
Interest received		3,828	3,245
Net cash used in investing activities		(54,627)	(1,164,157)

CONSOLIDATED CASH FLOW STATEMENT

For the year ended 31 December 2006

	<i>Note</i>	2006 <i>HK\$'000</i>	2005 <i>HK\$'000</i>
Financing activities			
Issue of shares		29,943	–
Capital injection by minority interest holders of a subsidiary		10,000	–
Bank loans raised		–	500,000
Repayment of bank loans		(182,435)	(1,636)
Repayment of other loans		–	(400)
Interest paid		(23,091)	(15,899)
Payment of capital element of finance leases		(305)	(165)
Dividend paid		(36,380)	–
Net cash (used in)/from financing activities		(202,268)	481,900
Net decrease in cash and cash equivalents		(24,120)	(529,918)
Cash and cash equivalents at 1 January		113,239	643,157
Cash and cash equivalents at 31 December	32	89,119	113,239