

Consolidated Cash Flow Statement

For the year ended 31 December 2006

	2006 <i>HK\$'000</i>	2005 <i>HK\$'000</i>
OPERATING ACTIVITIES		
Profit before tax	2,755,359	562,470
Adjustments for:		
Dividend income	(3,659)	(2,756)
Depreciation of property, plant and equipment	56,529	35,322
Amortisation of service agreements intangible asset and trading rights	10,489	507
Amortisation of prepaid lease payments	3,674	1,936
Loss (gain) on deemed disposal of partial interests in subsidiaries	33	(514,407)
Loss on disposal of subsidiaries	12,140	–
Gain on formation of a jointly controlled entity	(20,000)	–
Gain on deemed disposal of interests in jointly controlled entities	(3,102,253)	–
Increase in fair value of investment properties	–	(8,000)
Written back of allowance for doubtful debts	–	(1,790)
Allowance for doubtful debts	4,972	2,843
Share-based payment expense	9,509	5,350
Loss on disposal of property, plant and equipment	8,954	500
Impairment loss on available-for-sale investments	–	120
Share of loss (profit) of jointly controlled entities	191,835	(2,234)
Finance costs	85,879	31,747
Adjustment to goodwill	11,554	–
Write-down of service agreements intangible asset	90,390	–
Operating cash flows before movements in working capital	115,405	111,608
Increase in inventories	(28,497)	(30,888)
Increase in trade receivables	(280,019)	(65,335)
Increase in prepayments, deposits and other receivables	(73,302)	(2,768)
Decrease (increase) in held-for-trading investments	30,499	(4,361)
(Increase) decrease in amounts due from related companies	(3)	1,140
Increase in amount due from a joint controlled entity	(836)	–
Increase in amounts due to related companies	–	820
Increase in trade payables	175,052	43,474
Increase in other payables	221,177	13,942
(Decrease) increase in amount due to a minority shareholder	(9,104)	9,104
(Decrease) increase in amount due to a jointly controlled entity	(9)	9
Cash from operations	150,363	76,745
Income tax paid	(9,862)	(1,208)
NET CASH GENERATED FROM OPERATING ACTIVITIES	140,501	75,537

Consolidated Cash Flow Statement

For the year ended 31 December 2006

	<i>Notes</i>	2006 HK\$'000	2005 <i>HK\$'000</i>
INVESTING ACTIVITIES			
Investment in MPBL Gaming	13	(1,244,800)	–
Acquisition of hotels and entertainment complex under development		(870,208)	(217,005)
Advances made to associates		(199,588)	–
Purchase of property, plant and equipment		(113,798)	(167,309)
Investment in jointly controlled entities		(70,000)	–
Net cash outflow on disposal of subsidiaries	52	(53,446)	–
Increase in prepaid lease payments		(9,270)	(42,976)
Increase in pledged bank deposits		(677)	(93)
Dividend received		3,659	2,756
Proceeds from disposal of available-for-sale investments		680	3,117
Proceeds from disposal of property, plant and equipment		179	2,627
Proceeds from disposal of partial interests in subsidiaries	12	–	1,271,368
Decrease in long term deposits		–	6,706
Decrease in certificate of deposits		–	1,100
Acquisition of additional interest in a subsidiary	53	–	(200,000)
Increase in deposits for land use right		–	(48,590)
Increase in amount due from a jointly controlled entity		–	(8,103)
Acquisition of other intangible assets		–	(2,000)
NET CASH (USED IN) FROM INVESTING ACTIVITIES		<u>(2,557,269)</u>	<u>601,598</u>
FINANCING ACTIVITIES			
Proceeds from issue of shares		1,214,760	1,277,500
Advance from a minority shareholder		110,528	–
Proceeds from exercise of share options		24,329	20,807
Bank borrowings raised		21,000	13,000
Advances from related companies		7,225	–
Proceeds from disposal of convertible loan notes		4,000	–
Capital contribution from minority shareholders		3,016	7,617
Dividend paid		(40,381)	(16,168)
Share issuance expenses		(40,025)	(38,397)
Interest paid		(28,124)	(7,267)
Repayment of obligation under finance lease		(18)	(836)
Advance from a shareholder		–	21,927
NET CASH FROM FINANCING ACTIVITIES		<u>1,276,310</u>	<u>1,278,183</u>
NET (DECREASE) INCREASE IN CASH AND CASH EQUIVALENTS		<u>(1,140,458)</u>	<u>1,955,318</u>
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR		<u>2,350,284</u>	<u>394,966</u>
CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR, represented by bank balances and cash		<u>1,209,826</u>	<u>2,350,284</u>