

Consolidated Cash Flow Statement

For the year ended 31 December 2006

	2006 HK\$'000	2005 HK\$'000 (Restated)
OPERATING ACTIVITIES		
Profit before tax	271,044	201,524
Adjustments:		
Finance costs	1,553	14,096
Investment income	(64,490)	(36,108)
Loss on disposal of property, plant and equipment	506	61
Loss on disposal of a subsidiary	165	—
Share of profits of associates	(6,860)	(9,284)
Depreciation and amortisation	9,018	13,196
Amortisation of prepaid lease payments	426	438
Equity settled share-based payments expenses	4,779	1,500
Discount on acquisitions	—	(1,299)
Operating cash flows before movements in working capital	216,141	184,124
Increase in trade and other receivables, deposits and prepayments	(377,223)	(554,189)
(Increase) decrease in inventories	(2,056)	3,514
Decrease in properties for sales	—	3,810
Decrease (increase) in amounts due from customers for contract work	23,728	(140,183)
(Decrease) increase in amounts due to customers for contract work	(377,502)	303,620
Increase in amounts due from fellow subsidiaries	(40,343)	—
Increase in trade and other payables, deposits received and receipt in advance	736,716	378,201
Increase (decrease) in amount due to ultimate holding company	11,617	(3,841)
Increase (decrease) in amounts due to fellow subsidiaries	673	(12,226)
Decrease in amounts due from investees companies	—	531
Decrease in amounts due from related companies	—	20,781
(Decrease) increase in amount due to an associate	(3,226)	5,959
Cash from operations	188,525	190,101
Income tax paid	(43,602)	(52,998)
Income tax refunded	11,961	—
NET CASH GENERATED FROM OPERATING ACTIVITIES	156,884	137,103

Consolidated Cash Flow Statement (cont'd)

For the year ended 31 December 2006

	NOTES	2006 HK\$'000	2005 HK\$'000 (Restated)
INVESTING ACTIVITIES			
Interest received		59,198	35,962
Purchase of property, plant and equipment		(76,985)	(40,985)
Proceeds from disposal of property, plant and equipment		3,434	3,491
Increase in prepaid lease payments		—	(8,011)
Advance to jointly controlled entities		(6,439)	(44,712)
Advance to the partners of jointly controlled entities		(57,671)	(67,053)
Increase in pledged bank deposits		(9,560)	(24,423)
Dividends from associates		7,519	7,983
Dividend from available-for-sale investments		—	146
Acquisition of listed trading securities		(15,282)	—
Acquisition of available-for-sale investments		(140,086)	—
Proceeds from disposal of listed trading securities		17,685	—
Proceeds from disposal of debts security		120,715	—
Proceeds from disposal of available-for-sale investments		19,417	—
Proceeds from disposal of an associate		10,873	—
Net cash (outflow) inflow from disposal of subsidiaries	32	(363)	41,770
Net cash inflow from acquisition of a subsidiary	33	—	934
Repayment by (advance to) ultimate holding company		1,600	(1,600)
Repayment by fellow subsidiaries		—	365,519
NET CASH (USED IN) GENERATED FROM INVESTING ACTIVITIES		(65,945)	269,021
FINANCING ACTIVITIES			
Interest paid		(1,195)	(14,011)
Other financial expenses paid		(358)	(85)
Dividend paid to			
— equity holders of the Company		(88,580)	—
— minority interests		(83)	—
Advance from (repayment to) the partners of jointly controlled entities		533	(54,186)
Advance from jointly controlled entities		121,375	3,205
Proceeds from issue of shares		7,057	—
Repayment of bank loans		(48,388)	(237,920)
(Repayment to) advance from immediate holding company		(100,155)	237,324
Payments of obligations under a finance lease		(157)	(79)
NET CASH USED IN FINANCING ACTIVITIES		(109,951)	(65,752)

	2006 HK\$'000	2005 HK\$'000 (Restated)
NET (DECREASE) INCREASE IN CASH AND CASH EQUIVALENTS	(19,012)	340,372
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE YEAR	1,706,562	1,366,190
Effect of foreign exchange rate changes	(721)	—
CASH AND CASH EQUIVALENTS AT END OF THE YEAR	1,686,829	1,706,562
ANALYSIS OF THE BALANCES OF CASH AND CASH EQUIVALENTS		
Bank balances and cash	1,701,104	1,711,001
Bank overdrafts	(14,275)	(4,439)
	1,686,829	1,706,562