

# Consolidated Cash Flow Statement

For the year ended December 31, 2006

	Note	2006 HK\$ Million	2005 HK\$ Million
<b>Cash generated from operations</b>	(a)	<b>5,130</b>	6,118
Interest paid		<b>(887)</b>	(532)
Interest received		<b>148</b>	79
Dividends received from associates		<b>262</b>	56
Dividends received from investments		<b>191</b>	170
Hong Kong profits tax paid		<b>(1,153)</b>	(849)
Overseas tax paid		<b>(15)</b>	(1)
Net cash generated from operating activities		<b>3,676</b>	5,041
<b>Investing activities</b>			
Purchase of fixed assets		<b>(3,608)</b>	(1,757)
Additions to programming library		<b>(143)</b>	(95)
Net increase in investments in associates		–	(216)
Investment in jointly controlled entities		–	(554)
Purchase of available-for-sale investments		<b>(1,327)</b>	(6)
Purchase of additional interests in subsidiaries		–	(2,831)
Proceeds from disposal of fixed assets		<b>650</b>	1
Proceeds from disposal of investment properties		<b>264</b>	59
Proceeds from sale of an associate		–	165
Net repayment from associates		<b>794</b>	363
Proceeds from sale of available-for-sale investments		<b>1,008</b>	170
Repayment of long term receivables		<b>47</b>	18
Redemption of deposits with financial institutions		<b>156</b>	–
Net cash inflow from acquisition of subsidiaries		<b>79</b>	–
Net cash used in investing activities		<b>(2,080)</b>	(4,683)
<b>Financing activities</b>			
Exercise of share options		<b>5</b>	5
Net drawdown of long term loans		<b>4,120</b>	2,873
Net repayment of short term loans and overdrafts		<b>(2,263)</b>	(801)
Advances from minority interests		<b>8</b>	7
Issue of shares by subsidiaries to minority interests		<b>188</b>	–
Dividends paid to equity shareholders of the Company		<b>(1,958)</b>	(1,762)
Dividends paid to minority interests		<b>(279)</b>	(537)
Net cash used in financing activities		<b>(179)</b>	(215)
Increase in cash and cash equivalents		<b>1,417</b>	143
Cash and cash equivalents at January 1		<b>2,352</b>	2,209
Cash and cash equivalents at December 31		<b>3,769</b>	2,352
Analysis of the balance of cash and cash equivalents			
Deposits and cash	(b)	<b>3,769</b>	2,352

## NOTES TO THE CONSOLIDATED CASH FLOW STATEMENT

### (a) Reconciliation of operating profit to cash generated from operations

	2006 <i>HK\$ Million</i>	2005 <i>HK\$ Million</i>
Operating profit	<b>6,471</b>	6,003
Interest income	<b>(147)</b>	(80)
Dividends receivable from investments	<b>(192)</b>	(170)
Depreciation	<b>1,133</b>	1,100
Amortisation	<b>133</b>	106
Loss on disposal of fixed assets	<b>10</b>	13
Other net income	<b>(415)</b>	(74)
Increase in properties under development for sale	<b>(1,194)</b>	(1,005)
(Increase)/decrease in properties held for sale	<b>(40)</b>	44
Decrease in spare parts and consumables	<b>45</b>	4
(Increase)/decrease in trade and other receivables	<b>(866)</b>	144
Increase in trade and other payables	<b>233</b>	42
(Decrease)/increase in derivative financial liabilities	<b>(7)</b>	7
Increase in defined benefit pension scheme assets	<b>(25)</b>	(22)
(Decrease)/increase in other deferred liabilities	<b>(9)</b>	6
Cash generated from operations	<b>5,130</b>	6,118

### (b) Cash and cash equivalents

	2006 <i>HK\$ Million</i>	2005 <i>HK\$ Million</i>
Cash and cash equivalents in the consolidated balance sheet	<b>3,769</b>	2,508
Less: deposits with financial institutions with maturity greater than three months	–	(156)
Cash and cash equivalents in the consolidated cash flow statement	<b>3,769</b>	2,352

Included in cash and cash equivalents are the following amounts denominated in a currency other than the functional currency of the entity to which they relate:

	2006 <i>Million</i>	2005 <i>Million</i>
United States dollar ("USD")	<b>10</b>	15