

CONSOLIDATED CASH FLOW STATEMENT

For the year ended 31 December 2006

	Note	2006 HK\$'000	2005 HK\$'000
Operating activities			
Profit before tax		602,198	13,408,911
Adjustments for:			
Share of results of associates		(14,455)	(9,250)
Loss on disposal of property investment subsidiaries		264,620	–
Gain on disposal of a listed investment		(7,691)	–
Gain on partial disposal of an associate		(387)	–
Gain on disposal of property, plant and equipment		(56)	–
Loss on disposal of property, plant and equipment		–	130
Interest income		(177,995)	(32,386)
Interest expenses		696,984	748,799
Dividend received from an unlisted investment		(1,118)	–
Dividends received from listed investments		(809)	(717)
Allowance for doubtful debts		–	13,325
Depreciation on other property, plant and equipment		80,921	48,109
Depreciation on hotel buildings		148,388	155,481
Amortisation on prepaid lease payments		44,771	44,771
Share based payments		5,348	7,255
Deferred initial direct cost		–	(6,240)
Fair value changes on investment properties		(342,167)	(12,982,057)
Fair value changes on derivative financial instruments		(37,206)	(258,944)
Fitting-out works of investment properties and hotel buildings written off		8,227	11,865
Operating cash flows before movements in working capital		1,269,573	1,149,052
(Increase) decrease in inventories		(10,816)	8,062
Increase in debtors, deposits and prepayments		(69,945)	(105,718)
Increase in creditors, deposits and accruals		7,831	222,329
Cash generated from operations		1,196,643	1,273,725
Hong Kong Profits Tax paid		(36,046)	(53,317)
Other jurisdictions tax paid		(33,467)	(27,812)
Hong Kong Profits Tax refunded		1,129	–
Other jurisdictions tax refunded		6,669	1,778
Net cash from operating activities		1,134,928	1,194,374

CONSOLIDATED CASH FLOW STATEMENT

For the year ended 31 December 2006

	Note	2006 HK\$'000	2005 HK\$'000
Investing activities			
Interest received		176,336	30,970
Dividend received from an unlisted investment		1,118	–
Dividends received from listed investments		809	717
Dividends received from an associate		3,780	–
Additions of investment properties		(190,428)	(134,141)
Additions of property, plant and equipment		(259,938)	(408,402)
Additions of listed investment		(71,550)	–
Advance to minority shareholders		–	(8,107)
Proceeds on disposal of non-current assets classified as held for sale		253,800	–
Proceeds on disposal of investment properties		–	291,849
Proceeds on disposal of property investment subsidiaries	32	10,127,891	–
Proceeds on partial disposal of an associate		547	–
Proceeds on disposal of property, plant and equipment		60	29
Decrease in loan receivables		265,967	–
Decrease (increase) in pledged bank deposits		162,881	(485,742)
Net cash from (used in) investing activities		10,471,273	(712,827)
Financing activities			
Interest paid		(732,839)	(737,519)
Issue of shares		27,197	18,607
Share issue expenses		(86)	(80)
New bank loans raised		–	5,188,186
Repayments of bank loans		(5,809,391)	(5,551,170)
Dividends paid to shareholders		(3,069,298)	(46,232)
Dividend paid to minority shareholders		(2,083)	–
Contribution from minority shareholders		152,733	–
Net cash used in financing activities		(9,433,767)	(1,128,208)
Increase (decrease) in cash and cash equivalents		2,172,434	(646,661)
Effect of foreign exchange rates changes		32,009	(748)
Cash and cash equivalents at the beginning of the year		715,384	1,362,793
Cash and cash equivalents at the end of the year		2,919,827	715,384
Analysis of the balance of cash and cash equivalents			
Being:			
Bank balances and cash		2,923,834	719,351
Bank overdrafts		(4,007)	(3,967)
		2,919,827	715,384