

Consolidated Cash Flow Statement

Year ended 31 December 2006

	Notes	2006 HK\$'000	2005 HK\$'000
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit before tax:		556,958	580,234
Adjustments for:			
Finance costs	7	191,522	87,168
Write-off/amortisation of the arrangement fee	7	15,500	1,938
Interest income	5	(10,586)	(12,421)
(Gain)/loss on disposal of items of property, plant and equipment	5&6	775	(73)
Depreciation	6	282,030	221,773
Amortisation of prepaid land premiums	6	13,444	12,014
Impairment of property, plant and equipment		—	244
Impairment of prepaid land premiums		—	5,886
Impairment of trade receivables	6	7,945	—
Write down of inventories to net realisable value	6	14,153	—
		1,071,741	896,763
Decrease/(Increase) in inventories		(95,593)	137,100
Decrease/(Increase) in trade receivables		(71,301)	492,065
Increase in prepayments, deposits and other receivables		(160,796)	(3,503)
Increase/(Decrease) in trade payables		(82,689)	166,026
Increase/(Decrease) in other payables and accruals		7,934	204,471
Repayments from/(advances to) jointly-controlled entities		(66,952)	(1,985)
Repayments to minority interest		—	(278,461)
Cash generated from operations		602,344	1,612,476
Interest received		10,586	12,421
Hong Kong profits taxes paid		(5,164)	—
Overseas taxes paid		(25,212)	(58,441)
Net cash inflow from operating activities		582,554	1,566,456

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Year ended 31 December 2006

	Notes	2006 HK\$'000	2005 HK\$'000
Net cash inflow from operating activities		582,554	1,566,456
CASH FLOWS FROM INVESTING ACTIVITIES			
Purchases of items of property, plant and equipment		(1,374,160)	(1,811,256)
Proceeds from disposal of items of property, plant and equipment		332	3,689
Payment of land premiums	15	(1,474)	(88,265)
Acquisition of minority interest	30	(262,353)	(181,790)
Acquisition of a subsidiary	30	(3,875)	—
Receipt of government grants	25	26,451	—
Net cash outflow from investing activities		(1,615,079)	(2,077,622)
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from issue of shares	28	130	147,777
New bank loans		2,873,920	2,784,848
New other loans		24,866	—
Repayment of bank loans		(2,065,586)	(1,393,409)
Repayment of other loans		—	(11,538)
Related fees paid for the banking facilities granted		—	(17,438)
Interest paid		(241,849)	(104,295)
Dividends paid		(57,971)	(160,796)
Net cash inflow from financing activities		533,510	1,245,149
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS		(499,015)	733,983
Cash and cash equivalents at beginning of year		2,066,424	1,307,175
Effect of foreign exchange rate changes, net		62,632	25,266
CASH AND CASH EQUIVALENTS AT END OF YEAR		1,630,041	2,066,424
ANALYSIS OF BALANCES OF CASH AND CASH EQUIVALENTS			
Cash and bank balances	21	1,630,041	2,016,135
Non-pledged time deposits with original maturity of less than three months when acquired		—	50,289
		1,630,041	2,066,424