

# FINANCIAL STATEMENTS

## Consolidated Cash Flow Statement

For the year ended 31 December 2006

	<i>Note</i>	<b>2006</b> <i>HK\$'000</i>	<b>2005</b> <i>HK\$'000</i>
<b>Operating activities</b>			
Profit before taxation		239,613	115,911
Adjustments for:			
— Surplus on revaluation of investment property	4	(23,000)	(11,000)
— Depreciation	5(c)	72,449	67,551
— Loss on disposal of other property, plant and equipment	4	37	617
— Finance costs	5(a)	5,499	11,141
— Interest income	3	(2,163)	(302)
<b>Operating profit before changes in working capital</b>		292,435	183,918
(Increase)/decrease in trade and other receivables		(138,655)	307,748
Increase/(decrease) in trade and other payables		91,724	(114,858)
<b>Cash generated from operations</b>		245,504	376,808
Hong Kong Profits Tax refunded		16,076	4,050
Hong Kong Profits Tax paid		(10,845)	(32,732)
<b>Net cash generated from operating activities</b>		250,735	348,126
<b>Investing activities</b>			
Interest received		2,163	302
Payment for purchase of property, plant and equipment		(33,315)	(54,005)
Proceeds from sales of property, plant and equipment		16	12
Net inflow from disposal of discontinued operations	20	160,318	—
<b>Net cash generated from/(used in) investing activities</b>		129,182	(53,691)

<b>FINANCIAL STATEMENTS</b>
-----------------------------

**Consolidated Cash Flow Statement (continued)**

*For the year ended 31 December 2006*

	<i>Note</i>	<b>2006</b> <i>HK\$'000</i>	<b>2005</b> <i>HK\$'000</i>
<b>Financing activities</b>			
Interest paid		(5,499)	(11,141)
Loan from ultimate holding company		—	4,141
Loan repayment to ultimate holding company		(125,540)	—
Decrease/(increase) in amount due from ultimate holding company		255,465	(274,476)
Dividends paid to equity shareholders of the Company		(495,000)	—
<b>Net cash used in financing activities</b>		<u>(370,574)</u>	<u>(281,476)</u>
<b>Net increase in cash and cash equivalents</b>		9,343	12,959
<b>Cash and cash equivalents at 1 January</b>	15	<u>34,089</u>	<u>21,130</u>
<b>Cash and cash equivalents at 31 December</b>	15	<u><u>43,432</u></u>	<u><u>34,089</u></u>

The notes on pages 40 to 71 form part of these financial statements.