

Consolidated Cash Flow Statement

For the year ended 31st December, 2006

Notes	2006	2005	2006	2005
	HK\$'000 (Note 53)	HK\$'000 (Note 53)	US\$'000	US\$'000
Operating Activities				
Profit before taxation	1,263,086	1,216,881	161,934	156,010
Adjustments for:				
Amortization/write-off of intangible assets	89,417	49,125	11,464	6,298
Amortization of lease prepayments	1,402	1,402	180	180
Depreciation on property, plant and equipment	451,278	471,178	57,856	60,407
Employee share-based expense	7,091	6,703	909	859
Finance costs	391,679	353,041	50,215	45,262
Impairment loss of investment securities recognized	—	13,830	—	1,773
Interest income	(91,454)	(60,368)	(11,725)	(7,739)
Profit on disposal of property, plant and equipment	(6,926)	(2,690)	(888)	(345)
Share of results of associates	895	6,463	115	828
Operating cash flows before movements in working capital	2,106,468	2,055,565	270,060	263,533
Decrease (increase) in inventories	40,697	(361,469)	5,218	(46,342)
(Increase) decrease in trade and other receivables, deposits and prepayments	(549,199)	86,729	(70,410)	11,119
Increase in bills receivable	(133,105)	(103,654)	(17,065)	(13,289)
Increase in trade receivables from associates	(7,244)	(63)	(929)	(8)
Increase in held-for-trading investments in Hong Kong	(7,800)	—	(1,000)	—
Decrease in trade and other payables	(522,540)	(77,872)	(66,992)	(9,984)
(Decrease) increase in bills payable	(215,509)	40,820	(27,629)	5,233
Increase in warranty provision	26,164	9,177	3,354	1,177
(Decrease) increase in trade payable to an associate	(10,135)	353	(1,299)	45
Decrease in retirement benefits obligations	(25,729)	(87,675)	(3,299)	(11,240)
Cash generated from operations	702,068	1,561,911	90,009	200,244
Interest paid	(364,152)	(325,991)	(46,686)	(41,794)
Hong Kong profits tax paid	(59,577)	(109,349)	(7,638)	(14,019)
Overseas tax paid	(227,893)	(258,064)	(29,217)	(33,085)
Hong Kong profits tax refunded	440	—	56	—
Overseas tax refunded	17,902	2,325	2,295	298
Net Cash from Operating Activities	68,788	870,832	8,819	111,644

	Notes	2006 HK\$'000 (Note 53)	2005 HK\$'000 (Note 53)	2006 US\$'000	2005 US\$'000
Investing Activities					
Purchase of property, plant and equipment		(471,742)	(525,334)	(60,480)	(67,351)
Additions to intangible assets		(242,846)	(261,070)	(31,134)	(33,470)
Purchase of additional interests in subsidiaries		(54,074)	—	(6,933)	—
Further consideration paid on acquisition of subsidiaries in prior years	18	—	(12,807)	—	(1,642)
Purchase of available-for-sale investments		(27,757)	(1,000)	(3,559)	(128)
Advances to associates		(4,431)	(36,555)	(568)	(4,686)
Interest received		91,454	60,368	11,725	7,739
Proceeds from disposal of property, plant and equipment		34,913	71,933	4,476	9,222
Acquisition of subsidiaries (net of cash and cash equivalents acquired)	43	—	(4,769,329)	—	(611,452)
Addition to lease prepayments		—	(63,674)	—	(8,163)
Net Cash Used in Investing Activities		(674,483)	(5,537,468)	(86,473)	(709,931)
Financing Activities					
Increase (decrease) in discounted bills with recourse		399,984	(1,107,793)	51,280	(142,025)
New bank loans obtained		295,247	5,202,095	37,852	666,935
Increase (decrease) in trust receipt loans		24,744	(87,309)	3,172	(11,193)
Proceeds from issue of shares		22,390	1,933,140	2,871	247,838
Dividends paid		(279,845)	(251,469)	(35,878)	(32,240)
Repayment of bank loans		(98,716)	(4,135,671)	(12,656)	(530,214)
Dividend paid to minority shareholders		(39,005)	—	(5,001)	—
Repayment of obligations under finance leases		(13,346)	(11,397)	(1,711)	(1,461)
Proceeds from issue of fixed interest rate notes		—	1,538,458	—	197,238
Net Cash from Financing Activities		311,453	3,080,054	39,929	394,878
Net Decrease in Cash and Cash Equivalents		(294,242)	(1,586,582)	(37,725)	(203,409)
Cash and Cash Equivalents at Beginning of the Year		3,807,194	5,314,518	488,102	681,349
Effect of Foreign Exchange Rate Changes		(62,879)	79,258	(8,060)	10,162
Cash and Cash Equivalents at End of the Year		3,450,073	3,807,194	442,317	488,102
Analysis of the Balances of Cash and Cash Equivalents					
Represented by:					
Bank balances, deposits and cash		3,718,798	4,046,122	476,769	518,734
Bank overdrafts		(268,725)	(238,928)	(34,452)	(30,632)
		3,450,073	3,807,194	442,317	488,102