

Consolidated Cash Flow Statement

For the year ended March 31, 2007

	2007 HK\$'000	2006 HK\$'000
OPERATING ACTIVITIES		
Profit before taxation	239,354	182,550
Adjustments for:		
Change in fair value of investment properties	(4,650)	(6,073)
Change in fair value of held-for-trading investments	(33,446)	–
Impairment loss recognised in respect of available-for-sale investments	2,200	4,400
Allowance for trade and other receivables	9,201	11,000
Adjustment in liability component of convertible bonds	(10,642)	–
Depreciation of property, plant and equipment	96,769	46,868
Release of prepaid lease payments	2,191	696
Amortisation of intangible assets	2,128	–
Gain on disposal of property, plant and equipment	(20)	–
Interest expense	107,796	44,207
Gain on disposal of subsidiaries	–	(443)
Share of results of associates	(5,742)	138
Discount on acquisition of associates, a jointly controlled entity and businesses	(17,185)	(37,893)
Share-based payments	4,896	8,505
Interest income	(40,530)	(21,553)
Change in fair value of derivative financial instruments	4,307	(25,669)
Operating cash flows before movements in working capital	356,627	206,733
Increase in inventories	(8,306)	(7,069)
Decrease (increase) in amounts due from customers for contract work	30,623	(88,250)
Increase in trade and other receivables	(239,358)	(186,081)
Increase in held-for-trading investments	(24,395)	–
Increase in trade and other payables	49,442	119,694
Increase in amounts due to customers for contract work	4,512	317
Cash from operations	169,145	45,344
PRC income tax paid	–	(856)
NET CASH GENERATED FROM OPERATING ACTIVITIES	169,145	44,488

	NOTES	2007 HK\$'000	2006 HK\$'000
INVESTING ACTIVITIES			
Interest received		40,530	21,553
Dividend from pre-acquisition profit received from an associate		1,296	–
Increase in loan receivable		(15,000)	–
Increase in amount due from an associate		(42,071)	–
Deposits paid for acquisition of property, plant and equipment		(118,745)	(139,676)
Increase in pledged bank deposit		(29,417)	–
Purchase of available-for-sale investments		–	(17,525)
Purchase of additional interest in a subsidiary		(21,939)	–
Addition of property, plant and equipment		(666,024)	(232,477)
Addition of prepaid lease payments		(29,535)	(12,249)
Proceeds from disposal of property, plant and equipment		5,258	–
Acquisitions of subsidiaries, net of cash and cash equivalents acquired	39	(52,025)	–
Acquisitions of jointly controlled entities, net of cash and cash equivalents acquired	40	8,624	(219,492)
Acquisitions of businesses, net of cash and cash equivalents acquired	41	(77,806)	33,086
Acquisitions of associates		(64,651)	–
Deposit paid for acquisitions of subsidiaries		(280,255)	–
Disposal of subsidiaries, net of cash and cash equivalents disposed of	42	–	2,682
NET CASH USED IN INVESTING ACTIVITIES		(1,341,760)	(564,098)
FINANCING ACTIVITIES			
Interest paid		(71,773)	(35,997)
Proceeds from issue of ordinary shares		208,213	731,482
Proceeds from issue of convertible bonds		–	310,000
Dividend paid		(29,237)	–
Share issue expenses		–	(16,076)
Expenses on issuing convertible bonds		–	(9,259)
Repayment of convertible note		–	(35,900)
New bank and other borrowings raised		1,260,078	768,403
Repayments of bank and other borrowings		(585,984)	(285,294)
Repayments of obligations under a finance lease		(64)	(131)
Advance from a minority shareholder of subsidiaries		51,936	111,574
NET CASH GENERATED FROM FINANCING ACTIVITIES		833,169	1,538,802

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For the year ended March 31, 2007

	2007 HK\$'000	2006 HK\$'000
NET (DECREASE) INCREASE IN CASH AND CASH EQUIVALENTS	(339,446)	1,019,192
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE YEAR	1,727,130	712,015
EFFECT OF FOREIGN EXCHANGE RATE CHANGES	95,246	(4,077)
CASH AND CASH EQUIVALENTS AT END OF THE YEAR	1,482,930	1,727,130
ANALYSIS OF THE BALANCES OF CASH AND CASH EQUIVALENTS		
Bank balances and cash	1,482,930	1,727,130