

# Consolidated Cash Flow Statement

For the year ended 31 December 2008

	2008 HK\$'000	2007 HK\$'000 (restated)
<b>OPERATING ACTIVITIES</b>		
Profit before tax	570,665	594,860
Adjustments for:		
Finance costs	20,065	1,823
Investment income	(33,469)	(99,700)
Gain on disposal of property, plant and equipment	(9,314)	(11,863)
Impairment loss of investment properties	2,977	—
Impairment loss of available-for-sale investments	6,735	—
Allowance for doubtful debts on trade and other receivables	8,096	—
Reversal of impairment loss of properties held for sales	(18,292)	—
Share of profits of associates	(9,445)	(8,788)
Depreciation for property, plant and equipment	11,219	9,741
Depreciation for investment properties	913	550
Amortisation of prepaid lease payments	2,235	874
Share-based payment expenses	1,688	2,793
Operating cash flows before movements in working capital	554,073	490,290
Decrease in interests in infrastructure project investment	15,837	10,204
Increase in trade and other receivables, deposits and prepayments	(351,486)	(402,766)
Increase in inventories	(10,332)	(9,352)
Decrease (increase) in amounts due from customers for contract work	88,652	(278,394)
(Decrease) increase in amounts due to customers for contract work	(4,555)	69,860
Decrease in trade and other payables, deposits received and receipt in advance	(49,375)	(152,236)
Decrease (increase) in amounts due from fellow subsidiaries	51,362	(17,528)
Increase (decrease) in amounts due to fellow subsidiaries	7,766	(156,917)
(Decrease) increase in amount due to an associate	(6,335)	13,741
Increase in deferred income	28,281	28,690
Cash generated from (used in) operations	323,888	(404,408)
Income taxes paid	(66,256)	(44,568)
Income taxes refunded	43,793	10,391
<b>NET CASH FROM (USED IN) OPERATING ACTIVITIES</b>	<b>301,425</b>	<b>(438,585)</b>

# Consolidated Cash Flow Statement *(Continued)*

For the year ended 31 December 2008

	2008 HK\$'000	2007 HK\$'000 (restated)
<b>INVESTING ACTIVITIES</b>		
Interest received	25,033	75,189
Purchase of property, plant and equipment	(215,120)	(124,584)
Proceeds from disposal of property, plant and equipment	12,836	31,011
Repayment from jointly controlled entities	12,601	3,168
Advance to the partners of jointly controlled entities	(98,337)	(64,537)
Advance to immediate holding company	(2,238)	—
Net decrease in pledged bank deposits	964	24,665
Decrease (increase) in deposits with financial institutions	5,128	(4,770)
Dividends received from associates	3,258	7,730
Dividends received from unlisted available-for-sale investments	3,177	3,267
Dividends received from listed available-for-sale investments	470	282
Acquisition of listed available-for-sale investments	(3,891)	(59,069)
Proceeds from disposal of listed available-for-sale investments	4,311	102,957
Increase in prepaid lease payments	(17,279)	(37,670)
Increase in investment in lands consolidation	(49,814)	—
Advance to investee companies	(39,070)	(135,863)
<b>NET CASH USED IN INVESTING ACTIVITIES</b>	<b>(357,971)</b>	<b>(178,224)</b>
<b>FINANCING ACTIVITIES</b>		
Finance cost paid	(20,065)	(1,823)
Proceeds from issue of ordinary shares	6,398	1,008,972
Share issue expenses	—	(10,842)
Dividend paid to equity holders of the Company	(199,875)	(104,132)
Advance from jointly controlled entities	85,595	54,357
(Repayment to) advance from the partners of jointly controlled entities	(26,378)	28,654
Distribution of reserve to a former shareholder	(39,354)	—
Payment to fellow subsidiaries pursuant to common control combination	(455,000)	(400,000)
Payment to intermediate holding company pursuant to common control combination	—	(510,000)
Advance from (repayment to) intermediate holding company	86,583	(12,173)
Repayment of other borrowings	(13,313)	(8,070)
Repayment of bank loans	—	(240)
Payment of share buy-back	(15,748)	—
Repayment of finance lease	(247)	(179)
New bank loan raised	1,000,000	—
<b>NET CASH FROM FINANCING ACTIVITIES</b>	<b>408,596</b>	<b>44,524</b>

# Consolidated Cash Flow Statement *(Continued)*

For the year ended 31 December 2008

	2008 HK\$'000	2007 HK\$'000 (restated)
<b>NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS</b>	<b>352,050</b>	(572,285)
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF THE YEAR</b>	<b>1,544,547</b>	2,118,731
<b>EFFECT OF FOREIGN EXCHANGE RATE CHANGES</b>	<b>3,572</b>	(1,899)
<b>CASH AND CASH EQUIVALENTS AT END OF THE YEAR</b>	<b>1,900,169</b>	1,544,547
<b>ANALYSIS OF THE BALANCES OF CASH AND CASH EQUIVALENTS</b>		
Bank balances and cash	<b>1,900,169</b>	1,545,000
Bank overdrafts	—	(453)
	<b>1,900,169</b>	1,544,547