

CONSOLIDATED STATEMENT OF CASH FLOW

For the year ended 31 December 2009

	Year ended 31 December	
	2009 RMB'million	2008 RMB'million (Restated)
Operating activities		
Profit before taxation	3,894	2,725
Adjustments for:		
Depreciation of property, plant and equipment charged to consolidated income statement	53	51
Release of prepaid lease payments charged to consolidated income statement	1	1
Net foreign exchange loss (gain)	22	(9)
Share of results of associates	(436)	(44)
Gain on acquisition of additional equity interests in subsidiaries	(6)	–
Gains on partial disposals of equity interests in subsidiaries	–	(1,883)
Finance costs, net of exchange gain	89	133
Loss on disposal of property, plant and equipment	–	14
Interest income	(149)	(227)
Increase in fair value of investment properties	(536)	(382)
Decrease in defined benefit assets	6	2
Equity-settled share-based payment expenses	47	54
Release of special reserve	296	50
Operating cash flows before movements in working capital	3,281	485
(Increase) decrease in accounts receivable, deposits and prepayments	(44)	1,516
Increase in properties under development for sale	(4,148)	(4,489)
Decrease in properties held for sale	2,906	812
(Increase) decrease in amounts due from related parties	(11)	5
Increase (decrease) in amounts due to related parties	36	(28)
Increase in amounts due to associates	45	–
(Decrease) increase in accounts payable, deposits received and accrued charges	(113)	1,833
Cash generated from operations	1,952	134
Tax paid	(339)	(780)
Net cash from (used in) operating activities	1,613	(646)

CONSOLIDATED STATEMENT OF CASH FLOW
For the year ended 31 December 2009

	Notes	Year ended 31 December	
		2009 RMB'million	2008 RMB'million (Restated)
Investing activities			
Interest received		77	123
Purchase of property, plant and equipment		(47)	(56)
Proceeds from disposal of property, plant and equipment		–	3
Additions to investment properties		(2,973)	(8)
Additions to prepaid lease payments		–	(2,105)
Increase in loans to associates		(20)	(428)
Decrease (increase) in amounts due from associates		303	(438)
Acquisition of additional equity interests in subsidiaries	33	(100)	–
Acquisition of subsidiaries	34	–	(100)
Proceeds from partial disposals of equity interests in subsidiaries	35	339	2,905
Increase in pledged bank deposits		(310)	(855)
Decrease (increase) in loans receivable		36	(174)
Net cash used in investing activities		(2,695)	(1,133)
Financing activities			
Net proceeds on issuance of shares		1,759	–
Advance from non-controlling shareholders of subsidiaries		174	382
Capital injected by non-controlling shareholders of subsidiaries		13	20
New bank loans raised		4,182	7,283
Repayment of bank loans		(2,168)	(3,209)
(Decrease) increase in loan from a director		(567)	567
Redemption of notes		–	(2,562)
Settlement of derivative financial instruments		–	(347)
Interest and bank charges paid		(766)	(833)
Payment of dividends		(81)	(630)
Dividend payment to non-controlling shareholders		(204)	–
Net cash from financing activities		2,342	671
Net increase (decrease) in cash and cash equivalents		1,260	(1,108)
Cash and cash equivalents at the beginning of the year		1,671	2,843
Effect of foreign exchange rate changes		(3)	(64)
Cash and cash equivalents at the end of the year		2,928	1,671
Analysis of the balances of cash and cash equivalents			
Bank balances and cash		2,928	1,671