

Consolidated Cash Flow Statement

for the year ended 31 December 2005

	Note	2005		2004	
		HK\$M	HK\$M	HK\$M	HK\$M
Operating activities					
Net cash inflow from operations	30(A)	12,039		11,502	
Operating interest paid		(1,026)		(807)	
Interest received		118		62	
Profits tax paid		(1,085)		(562)	
Net cash inflow from operating activities			10,046		10,195
Investing activities					
Capital expenditure		(5,204)		(5,292)	
Capitalised interest paid		(283)		(266)	
Proceeds from disposal of fixed assets		198		251	
Proceeds from disposal of other assets		46		55	
Net cash outflow for acquisition of subsidiaries	30(B)	(12,439)		-	
Acquisition of remaining interest in a subsidiary		-		(376)	
Net cash outflow on settlement of forward contracts for investment hedging		-		(183)	
Investments in and advances to jointly controlled entities		(728)		(565)	
Dividends received from investments					
– jointly controlled entities		3,056		3,066	
– associated company		61		60	
Net cash outflow from investing activities			(15,293)		(3,250)
Net cash (outflow)/inflow before financing activities			(5,247)		6,945
Financing activities					
Proceeds from long-term borrowings		21,272		2,700	
Repayment of long-term borrowings		(11,070)		(2,798)	
Increase/(Decrease) in short-term borrowings		239		(145)	
Dividends paid		(5,587)		(5,057)	
Net cash inflow/(outflow) from financing activities			4,854		(5,300)
Net (decrease)/increase in cash and cash equivalents			(393)		1,645
Cash and cash equivalents at beginning of year			2,520		787
Effect of exchange rate changes			(86)		88
Cash and cash equivalents at end of year			2,041		2,520
Analysis of balances of cash and cash equivalents					
Short-term investments			377		21
Deposits with banks			1,481		2,382
Cash at banks and on hand			183		117
			2,041		2,520