

Consolidated Cash Flow Statement

For the year ended 30 June 2006

(Expressed in millions of Hong Kong dollars)

	Notes	2006	(Restated) 2005
Operating activities			
Cash generated from operations	36a	8,149	11,513
Hong Kong profits tax paid		(1,176)	(1,156)
China income tax paid		(5)	(8)
Net cash from operating activities		6,968	10,349
Investing activities			
Purchase of subsidiaries	36b	(2,385)	(94)
Purchase of additional interest in subsidiaries		(136)	(152)
Purchase of jointly controlled entities		(207)	(445)
Purchase of long-term investments		(938)	(1,668)
Net (advances to)/repayments from associates, jointly controlled entities and investee companies		(2,392)	935
Acquisition of properties		(9,094)	(9,257)
Additions to fixed assets		(1,839)	(1,956)
Additions to investment properties		(3,612)	(445)
Payment of mobile licence fees		(50)	(50)
Proceeds from disposal of investment properties		14	1,718
Proceeds from disposal of associates and jointly controlled entities		193	2,212
Proceeds from disposal of long-term investments		5,663	1,525
Proceeds from disposal of other fixed assets		9	3
Interest received from investments		242	337
Dividends received from listed investments		93	67
Dividends received from unlisted investments		23	20
Dividends received from associates and jointly controlled entities		1,145	485
Loans and advances repaid		194	107
Net cash used in investing activities		(13,077)	(6,658)
Financing activities			
Bank and other borrowings raised		15,317	3,297
Repayment of bank and other borrowings		(9,372)	(2,869)
Decrease/(increase) in pledged bank deposits		8	(2)
Interest paid		(1,318)	(414)
Interest received		202	82
Proceeds from issue of shares by a subsidiary		–	1
Proceeds from issue of shares		7,909	7
Increase/(decrease) in fundings from minority shareholders		7	(117)
Dividends paid to shareholders		(5,283)	(4,201)
Dividends paid to minority shareholders		(94)	(166)
Net cash from/(used in) financing activities		7,376	(4,382)
Increase/(decrease) in cash and cash equivalents		1,267	(691)
Cash and cash equivalents at beginning of year		6,132	6,823
Effect of foreign exchange rates changes		7	–
Cash and cash equivalents at end of year	36c	7,406	6,132