

Consolidated Cash Flow Statement

For the year ended 31 December 2006 (Amounts expressed in Hong Kong dollars unless otherwise stated)

	Note	2006 HK\$'000	2005 HK\$'000
Cash flows from operating activities			
Cash (used in) generated from operations	39	(970,283)	421,506
Interest paid		(184,905)	(67,677)
Income tax paid		(127,119)	(108,970)
Net cash (used in) generated from operating activities		(1,282,307)	244,859
Cash flows from investing activities			
Purchases of property, plant and equipment	6	(426,240)	(274,840)
Increase in properties under development for long-term investment		(133,476)	(23,479)
Proceeds from disposal of property, plant and equipment		429	47,249
Acquisition of subsidiaries, net of cash acquired	42	(432,241)	–
Dissolution of a subsidiary		(7,230)	–
Earnest money paid for acquisition of additional beneficial interest in a subsidiary	16	–	(288,378)
Increase in investments in associated companies	12(b)	(430,706)	(12,016)
Dispose interest in an associated company		6,288	–
Dividends received from an associated company		–	1,883
Loans (granted to)/received from third parties	16	(60,491)	12,597
Loans granted to associated companies	43(b)	(288,643)	(163,414)
Loans repayments received from associated companies	43(b)	348,363	152,539
Interest received		50,311	15,273
Net cash used in investing activities		(1,373,636)	(532,586)
Cash flows from financing activities			
Net proceeds from issuance of ordinary shares upon exercise of share options	19	1,300	22,030
Net proceeds from placement of new shares	19	502,218	–
Net proceeds from issuance of guaranteed notes	22	1,549,828	–
Net proceeds from issuance of convertible bonds		–	366,189
Guarantee deposit for derivative financial liabilities	16	(53,272)	–
Periodical settlement of derivative financial liabilities held for trading	25	21,491	–
Decrease in pledged bank deposits	18	1,262	121,658
Net proceeds from/(repayments of) short-term borrowings		318,760	(65,808)
Proceeds from long-term borrowings		1,109,378	1,032,397
Repayments of long-term borrowings		(1,025,206)	(613,673)
Cash received from capital injection in subsidiaries by minority shareholders		57,421	2,411
Dividends paid to minority interests		(179,731)	(21,507)
Dividends paid to the Company's shareholders	38	(42,921)	(16,287)
Net cash generated from financing activities		2,260,528	827,410
Net (decrease)/increase in cash and cash equivalents		(395,415)	539,683
Effect of foreign exchange rate changes		30,372	(12,368)
Cash and cash equivalents, beginning of year	18	1,375,786	848,471
Cash and cash equivalents, end of year	18	1,010,743	1,375,786

The notes on pages 75 to 142 are an integral part of these consolidated financial statements.