

Consolidated Cash Flow Statement

For the year ended 31 December, 2006

		For the year ended 31 December 2006 HK\$'000	For the period from 7 December 2005 (date of establishment of GZI REIT) to 31 December 2005 HK\$'000
	Note		
Cash flows from operating activities			
Net cash generated from operations	22	257,657	68,984
Interest paid		(42,225)	(2,300)
Net cash generated from operating activities		<u>215,432</u>	<u>66,684</u>
Cash flows from investing activities			
Purchase of property, plant and equipment		(7,643)	—
Purchase of investment properties		(5,233)	—
Interest received		5,696	41,209
Acquisition of subsidiaries, net of cash acquired		—	(2,832,299)
Net cash used in investing activities		<u>(7,180)</u>	<u>(2,791,090)</u>
Cash flows from financing activities			
Proceeds from issuance of 583,000,000 Units of GZI REIT, net of issuance costs		—	1,704,377
Proceeds from borrowings, net of transaction costs		—	1,255,946
Decrease in amounts due to a related company		(55,000)	—
Distribution paid		(143,800)	—
Net cash (used in)/generated from financing activities		<u>(198,800)</u>	<u>2,960,323</u>
Increase in cash and cash equivalents, representing cash and cash equivalents at year/period end date		9,452	235,917
Exchange difference		8,477	—
Cash and cash equivalents at the beginning of the year/period		<u>235,917</u>	<u>—</u>
Cash and cash equivalents at the end of the year/period		<u><u>253,846</u></u>	<u><u>235,917</u></u>

The notes on pages 116 to 141 are an integral part of these financial statements.