

STATEMENT OF CASH FLOWS

For the year ended 31st December 2006

	Note	2006 HK\$	2005 HK\$
Cash flows from operating activities			
Sale of investments	9	3,130,308,377	544,320,267
Purchase of investments	9	(3,118,827,187)	(541,938,003)
Dividends received		952,499,508	1,026,542,819
Other income received		6,109,459	7,275,833
Bank interest received		8,415,627	7,018,617
Transaction fee received		240,000	300,000
Management fee paid		(12,696,482)	(13,675,190)
Trustee fee paid		(12,696,482)	(13,675,190)
Index license fee paid		(4,052,886)	(4,332,268)
Registrar fee paid		(1,909,262)	(2,371,101)
Publication and printing expenses paid		(1,575,934)	(1,996,640)
Transaction costs on investment paid		(7,474,791)	(1,505,726)
Conversion agent fee paid		(372,000)	(440,000)
Bank charges paid		(651)	(43,874)
Other operating expenses		(69,844,380)	(50,911,191)
		<u>868,122,916</u>	<u>954,568,353</u>
Net cash generated from operating activities			
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Cash flows from financing activities			
Net further cash amount received on issue and redemption of units		(10,357)	23,859
Interim distribution paid		(341,798,500)	(359,638,650)
Final distribution paid		(517,997,225)	(588,157,600)
		<u>(859,806,082)</u>	<u>(947,772,391)</u>
Net cash used in financing activities			
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Net increase in cash and cash equivalents			
		8,316,834	6,795,962
Cash and cash equivalents at the beginning of the year			
		<u>68,329,644</u>	<u>61,533,682</u>
Cash and cash equivalents at the end of the year			
		<u><u>76,646,478</u></u>	<u><u>68,329,644</u></u>
Analysis of balances of cash and cash equivalents			
Bank balances	7(c)	<u><u>76,646,478</u></u>	<u><u>68,329,644</u></u>

Please refer to note 9 on page 17 for details of major non-cash transactions.

The notes on pages 10 to 19 form part of these financial statements.