



## CONSOLIDATED CASH FLOW STATEMENT

For the year ended 31st December, 2006

	2006 HK\$'000	2005 HK\$'000
<b>OPERATING ACTIVITIES</b>		
Profit before taxation		
– continuing operations	213,719	136,039
– discontinued operations	–	75,771
Adjustments for:		
Reversal of impairment loss previously recognised in respect of short-term loan receivables	(5,857)	–
Allowances for short-term loan receivables	–	31,937
Amortisation of deferred licensing income	(10,457)	(15,385)
Amortisation of other intangible asset	1,626	–
Amortisation of prepaid lease payments	10,301	8,804
Depreciation of property, plant and equipment	101,645	97,381
Discount on acquisition of an associate	(5,591)	–
Discount on acquisition of subsidiaries	–	(2,880)
Equity-settled share-based payment expense	–	7,757
Finance costs	92,738	58,635
Gain on disposal of discontinued operations	–	(59,503)
Gain on disposal of property, plant and equipment	(562)	(165)
Gain on disposal of investment properties	(4,372)	(15,633)
Gain on disposal of interest in an associate	(24,684)	–
Gain on disposal/partial disposal of interests in subsidiaries	(56,375)	(11,117)
Gain on disposal of available-for-sale investments	(6,471)	–
Impairment loss on available-for-sale investments	–	15,000
Impairment loss recognised in respect of goodwill	–	6,474
Imputed interest income	(17,873)	(9,071)
Increase in fair value of investment properties	(94,359)	(113,722)
Reversal of impairment loss previously recognised in respect of trade and other receivables	(2,163)	–
Share of results of associates	5,675	30,503
Operating cash flows before movements in working capital	196,940	240,825
Decrease in stores	–	444
Decrease (increase) in other inventories	22,460	(9,574)
Decrease in properties held for sale	790	–
Increase in properties under development	(41,585)	–
(Increase) decrease in trade and other receivables	(1,942)	147,567
Increase in short-term loan receivables	(52,530)	(40,852)
Increase (decrease) in held-for-trading investments	21,789	(17,462)
Increase (decrease) in trade and other payables	324,843	(160,365)
Increase in property rental deposits	11,292	138
Increase in pre-sale deposits	92,570	–
Net cash generated from operations	574,627	160,721
PRC income tax paid	(11,386)	(14,399)
Interest paid	(78,124)	(49,077)
<b>NET CASH FROM OPERATING ACTIVITIES</b>	<b>485,117</b>	<b>97,245</b>



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	Notes	2006 HK\$'000	2005 HK\$'000
<b>INVESTING ACTIVITIES</b>			
Purchase of subsidiaries (net of cash and cash equivalents acquired)	43	(464,698)	(388,891)
Purchase of property, plant and equipment		(338,997)	(430,524)
Deposit paid for acquisition of a property development project		(79,681)	–
(Increase) decrease in pledged bank deposits		(76,664)	3,429
Advance to related companies		(74,946)	–
Purchase of additional interests in subsidiaries		(64,741)	–
Deposit paid for acquisition of a land use right		(40,837)	–
Advance to minority shareholders of subsidiaries		(20,952)	–
Acquisition of additional interest in an associate		(10,940)	–
Purchase of associates		(382)	28,037
Net proceeds from disposal of subsidiaries	44	148,887	–
Proceeds from disposal of associates		99,475	–
Repayment from an associate		26,790	–
Proceeds from disposal of investment properties		14,310	51,436
Proceeds from disposal of property, plant and equipment		13,003	195,859
Proceeds from disposal of available-for-sale investments		11,353	–
Dividend received from an associate		6,103	5,300
Additions in prepaid lease payments		–	(357,152)
Deposits paid on acquisition of subsidiaries and associates		–	(104,998)
Advance to associates		–	(8,410)
Advance to fellow subsidiaries		–	(6,864)
Proceeds from partial disposal of interests in subsidiaries		–	7,371
Decrease in bank deposits held for investment purpose		–	6,452
<b>NET CASH USED IN INVESTING ACTIVITIES</b>		<b>(852,917)</b>	<b>(998,955)</b>



## CONSOLIDATED CASH FLOW STATEMENT

For the year ended 31st December, 2006

	Note	2006 HK\$'000	2005 HK\$'000
<b>FINANCING ACTIVITIES</b>			
Borrowings raised		952,265	908,942
Proceeds from rights issue		605,427	–
Advance from fellow subsidiaries		21,977	–
Capital contribution by minority shareholders		19,110	166,753
Repayment from associates		8,742	–
Proceeds from the exercise of share options		3,480	258
Repayment of borrowings		(790,762)	(573,359)
(Repayment to) advance from ultimate holding company		(46,650)	3,742
Dividend paid		(26,908)	(44,772)
Dividend paid to a minority shareholder of a subsidiary		(17,942)	(13,671)
Repayment to minority shareholders		(10,987)	(82,892)
Share issue expenses		(7,729)	(15)
Repayment to immediate holding company		(4,513)	–
Advance from minority shareholders of subsidiaries		–	334,969
Advance from related companies		–	42,038
Repurchase of shares		–	(1,405)
<b>NET CASH FROM FINANCING ACTIVITIES</b>		<b>705,510</b>	<b>740,588</b>
<b>NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS</b>		<b>337,710</b>	<b>(161,122)</b>
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF THE YEAR</b>		<b>274,406</b>	<b>440,249</b>
<b>EFFECT OF FOREIGN EXCHANGE RATE CHANGE</b>		<b>19,851</b>	<b>(4,721)</b>
<b>CASH AND CASH EQUIVALENTS AT END OF THE YEAR</b>		<b>631,967</b>	<b>274,406</b>
<b>ANALYSIS OF THE BALANCE OF CASH AND CASH EQUIVALENTS,</b>			
represented by			
– bank balances, deposits and cash		624,709	274,406
– bank balances and cash classified as held for sale	13(iii)	7,258	–
		<b>631,967</b>	<b>274,406</b>