

CONSOLIDATED CASH FLOW STATEMENT

For the year ended 31 December 2006

	Note	2006 HK\$'000	2005 HK\$'000
Operating activities			
Profit before taxation		281,485	193,985
Adjustments for:			
– Valuation gains on investment properties		(48,480)	(13,444)
– Depreciation		91,782	89,896
– Dividend income from available-for-sale securities		(40)	(28)
– Interest income		(26,258)	(14,026)
– Finance costs		8,120	10,328
– Share of profits less losses of associates		(13,446)	(34,859)
– Loss on disposal of fixed assets		1,624	193
– Impairment of interest in an associate		–	19,713
– Gain on disposal of an associate		(2,420)	–
– Foreign exchange (gain)/loss		(41,209)	25,266
Operating profit before changes in working capital		251,158	277,024
Decrease/(increase) in properties under development		–	(40,780)
(Increase)/decrease in properties held for sale		(1,988)	31,405
Decrease in inventories		965	946
(Increase)/decrease in trade and other receivables		(62,623)	7,597
Increase in trade and other payables		8,714	2,638
Increase/(decrease) in amounts due to an affiliated company		3,222	(51,516)
Cash generated from operations		199,448	227,314
Overseas tax paid		(20,065)	(12,789)
Net cash generated from operating activities		179,383	214,525
Investing activities			
Payment for the purchase of fixed assets	12	(15,374)	(9,479)
Proceeds from disposal of fixed assets		114	939
Net proceeds from disposal of an associate		143,500	–
Net proceeds from share redemption of an associate		4,671	–
Repayment of loans to associates		–	113,086
Interest received		26,258	14,026
Dividend received from an associate		–	11,285
Dividends received from available-for-sale securities		40	28
Net cash generated from investing activities		159,209	129,885

CONSOLIDATED CASH FLOW STATEMENT (Continued)

For the year ended 31 December 2006

	Note	2006 HK\$'000	2005 HK\$'000
Financing activities			
Advance of new bank loans		45,000	2,328
Repayment of bank loans		(167,996)	(116,370)
Repayment of loan from minority shareholders		–	(5,591)
Interest paid		(8,120)	(10,328)
Dividends paid		(23,814)	(23,814)
Dividends paid to minority shareholders		(15,430)	(13,206)
Loan received from an affiliated company		–	43,161
Proceeds from issue of new shares of a subsidiary to minority shareholders		7,129	–
Net cash used in financing activities		(163,231)	(123,820)
Net increase in cash and cash equivalents		175,361	220,590
Cash and cash equivalents at 1 January		639,303	444,755
Effect of foreign exchange rate changes		27,347	(26,042)
Cash and cash equivalents at 31 December	19	842,011	639,303

The notes on pages 32 to 82 form part of these financial statements.