

CONSOLIDATED CASH FLOW STATEMENT

for the year ended 31 December 2007

	Note	2007 HK\$'000	2006 HK\$'000
Operating activities			
Profit before taxation		4,073,937	2,002,670
Adjustments for:			
– net realised and unrealised gain on investments in securities carried at fair value		–	(7,786)
– dividend income		–	(630)
– interest income		(203,607)	(40,674)
– finance costs		118,756	106,305
– depreciation and amortisation		934,043	935,625
– impairment loss on fixed assets		3,000	7,969
– impairment loss on goodwill		–	12,487
– impairment loss on media assets		–	2,100
– net gain on disposal of fixed assets		(5,389)	(8,007)
– gain on deemed disposal of partial interest in associate		(10,243)	–
– share of profits of associates		(29,380)	(51,718)
– share of losses of jointly controlled entities		644	205
– gain on disposal of media assets		–	(44,043)
– gain on disposal of subsidiaries		–	(12,677)
Effect of foreign exchange rate		(3,764)	(6,960)
Operating profit before changes in working capital		4,877,997	2,894,866
Decrease in non-current prepayments		9,580	14,708
Increase in spare parts and stores		(4,062)	(574)
Decrease/(increase) in trade and other receivables		59,344	(63,324)
Decrease/(increase) in deposits and prepayments		67,816	(26,953)
Increase in property under development		–	(530,332)
Decrease in completed property held for sale		1,227,137	461,140
(Decrease)/increase in accounts payable and accruals		(460,738)	137,835
(Increase)/decrease in amounts due from associates		(4,471)	8,682
Decrease/(increase) in instalments receivable from sale of properties		380,508	(1,868,337)
Increase/(decrease) in third party claims payable		17,528	(45,872)
Increase in contingency provision – insurance		23,956	85,539
Decrease in provision for long service payments		(2,068)	(595)
Increase in employee benefit assets		(65,278)	(51,981)
Cash generated from operations		6,127,249	1,014,802
Interest received		193,484	40,598
Interest paid		(120,487)	(140,722)
Hong Kong Profits Tax paid		(281,416)	(110,340)
The People's Republic of China ("PRC") Income Tax paid		(1,144)	(968)
Net cash generated from operating activities		5,917,686	803,370

	Note	2007 HK\$'000	2006 HK\$'000
Investing activities			
Decrease/(increase) in pledged bank deposits		1,520	(39,520)
(Increase)/decrease in bank deposits with original maturities of over three months		(1,251,071)	117,991
Payment for purchase of fixed assets		(337,145)	(599,458)
Payment for purchase of passenger service licences		(1,110)	(1,756)
Payment for purchase of available-for-sale debt securities		(50,030)	–
Payment for media assets		–	(725)
Net cash inflow from disposal of subsidiaries		–	9,349
Proceeds from disposal of fixed assets		5,694	8,266
Proceeds from disposal of media assets		–	72,086
Proceeds from sale of investment securities		–	55,036
Payment for acquisition of subsidiary	32	(9,807)	(49,296)
New loans to associate		(25,552)	(28,302)
Repayment of loan from associate		–	8,583
Capital injection to jointly controlled entity		–	(6,000)
Dividends received from associates		41,467	29,868
Dividends received from listed securities		–	630
Net cash used in investing activities		(1,626,034)	(423,248)
Financing activities			
Dividends paid to equity shareholders of the Company		(1,424,847)	(819,388)
Dividends paid to minority shareholders		(16,021)	(12,988)
Proceeds from new bank loans		1,438,003	3,605,000
Repayment of bank loans		(3,688,126)	(2,930,416)
Contribution by minority shareholders		–	6,673
Net cash used in financing activities		(3,690,991)	(151,119)
Net increase in cash and cash equivalents		600,661	229,003
Cash and cash equivalents at 1 January		1,196,516	963,587
Effect of foreign exchange rate changes		5,308	3,926
Cash and cash equivalents at 31 December	25	1,802,485	1,196,516

The notes on pages 128 to 177 form part of these financial statements.