

CONSOLIDATED CASH FLOW STATEMENT

for the year ended 31 December 2008

	Note	2008 HK\$'000	2007 HK\$'000
Operating activities			
Profit before taxation		693,671	4,073,937
Adjustments for:			
– dividend income from unlisted securities		(4,960)	–
– interest income		(121,169)	(203,607)
– finance costs		32,614	118,756
– transfer from equity on disposal of available-for-sale securities		101	–
– impairment loss of available-for-sale securities		1,100	–
– depreciation and amortisation		916,470	934,043
– impairment loss on fixed assets		–	3,000
– net gain on disposal of fixed assets		(1,191)	(5,389)
– gain on deemed disposal of partial interest in associate		–	(10,243)
– gain on disposal of associate		(64,626)	–
– share of profits of associates		(59,759)	(29,380)
– share of losses of jointly controlled entities		3,363	644
Effect of foreign exchange rate		3,728	(3,764)
Operating profit before changes in working capital		1,399,342	4,877,997
Decrease in non-current prepayments		9,581	9,580
Decrease/(increase) in spare parts and stores		540	(4,062)
(Increase)/decrease in trade and other receivables		(19,397)	59,344
Decrease in deposits and prepayments		1,860	67,816
Decrease in completed property held for sale		127,819	1,227,137
Decrease in accounts payable and accruals		(301,058)	(460,738)
Increase in amounts due from associates		–	(4,471)
Decrease in instalments receivable from sale of properties		1,238,455	380,508
(Decrease)/increase in third party claims payable		(1,067)	17,528
Increase in contingency provision – insurance		41,747	23,956
Decrease in provision for long service payments		(8,701)	(2,068)
Increase in employee benefit assets		(153,207)	(65,278)
Cash generated from operations		2,335,914	6,127,249
Interest received		119,085	193,484
Interest paid		(34,495)	(120,487)
Hong Kong Profits Tax paid		(250,834)	(281,416)
The People's Republic of China ("PRC") Income Tax paid		(2,384)	(1,144)
Net cash generated from operating activities		2,167,286	5,917,686

	Note	2008 HK\$'000	2007 HK\$'000
Investing activities			
Decrease in pledged bank deposit		38,000	1,520
Decrease/(increase) in bank deposits with original maturities of over three months		617,395	(1,251,071)
Payment for purchase of fixed assets		(401,733)	(337,145)
Payment for purchase of passenger service licences		(400)	(1,110)
Payment for purchase of available-for-sale debt securities		(48,455)	(50,030)
Proceeds from disposal of available-for-sale debt security		7,992	–
Proceeds from disposal of fixed assets		12,145	5,694
Payment for acquisition of subsidiary	31	(12,196)	(9,807)
New loans to associate		–	(25,552)
Repayment of loan to investee		18,592	–
Return of capital investment from jointly controlled entity		2,215	–
Interest received from associate		2,138	–
Dividends received from associates		16,949	41,467
Dividends received from unlisted securities		4,960	–
Net cash generated from/(used in) investing activities		257,602	(1,626,034)
Financing activities			
Dividends paid to equity shareholders of the Company		(1,566,121)	(1,424,847)
Dividends paid to minority shareholders		(23,908)	(16,021)
Proceeds from new bank loans		99,000	1,438,003
Repayment of bank loans		(356,250)	(3,688,126)
Net cash used in financing activities		(1,847,279)	(3,690,991)
Net increase in cash and cash equivalents		577,609	600,661
Cash and cash equivalents at 1 January		1,802,485	1,196,516
Effect of foreign exchange rate changes		(2,202)	5,308
Cash and cash equivalents at 31 December	24	2,377,892	1,802,485

The notes on pages 146 to 199 form part of these financial statements.