

# Consolidated Cash Flow Statement

for the year ended 31 December 2009

in HK\$ million	Note	2009	As restated 2008
<b>Cash flows from operating activities</b>			
Profit/(loss) before taxation		<b>7,926</b>	(12,357)
Share of results of jointly controlled entities and associated companies		<b>(2,660)</b>	1,561
Net finance charges		<b>624</b>	788
(Gain)/loss on leveraged foreign exchange contracts		<b>(283)</b>	15,891
Realised and unrealised exchange gain		<b>(707)</b>	(192)
Income from other financial assets		<b>(3)</b>	(96)
Depreciation and amortisation		<b>1,186</b>	1,091
Impairment losses		<b>487</b>	650
Net gain from sale of other financial assets		<b>(86)</b>	(1,215)
Share-based payment		<b>75</b>	–
Gain on disposal of property, plant and equipment		<b>(92)</b>	(47)
Negative goodwill from acquisition of a jointly controlled entity		–	(73)
Change in fair value of investment properties		<b>(90)</b>	(12)
Profit on disposal of interests in subsidiary companies and associated companies		<b>(1,154)</b>	(170)
Loss/(profit) on disposal of interest in jointly controlled entities		<b>76</b>	(422)
Operating profit before working capital changes		<b>5,299</b>	5,397
Decrease in properties held for sale		<b>874</b>	74
(Increase)/decrease in inventories		<b>(1,279)</b>	860
Increase in debtors, accounts receivable, deposits and prepayments		<b>(587)</b>	(91)
Increase in creditors, accounts payable, deposits and accruals		<b>3,715</b>	859
Effect of foreign exchange rate changes		<b>11</b>	(34)
Cash generated from operating activities		<b>8,033</b>	7,065
Income taxes paid		<b>(806)</b>	(1,021)
Cash generated from operating activities after income taxes paid		<b>7,227</b>	6,044
Net payment for termination cost in respect of interest rate swaptions		<b>(333)</b>	–
Payment for leveraged foreign exchange contracts		<b>(1,024)</b>	(1,691)
Interest received		<b>308</b>	457
Interest paid		<b>(2,419)</b>	(1,840)
Realised exchange gain		<b>400</b>	–
Other finance charges and financial instruments		<b>(62)</b>	(47)
Net cash from consolidated activities before increase of properties under development		<b>4,097</b>	2,923
Increase in properties under development		<b>(2,295)</b>	(3,811)
<b>Net cash from/(used in) consolidated activities</b>		<b>1,802</b>	(888)

<i>in HK\$ million</i>	Note	2009	As restated 2008
<b>Cash flows from investing activities</b>			
Purchase of			
Subsidiary companies (net of cash and cash equivalents acquired)	36	<b>(240)</b>	(392)
Additional interests in subsidiary companies		<b>(1,817)</b>	–
Properties under development for own use		<b>(346)</b>	(179)
Property, plant and equipment		<b>(13,359)</b>	(10,199)
Leasehold land		<b>(42)</b>	(292)
Intangible assets		<b>(1,589)</b>	(2,756)
Other financial assets		<b>(404)</b>	(393)
Proceeds of			
Disposal of property, plant and equipment and investment properties		<b>282</b>	486
Sale of other financial assets		<b>599</b>	3,368
Disposal of interests in associated companies		<b>7,451</b>	–
Disposal of interests in jointly controlled entity		–	978
Disposal of interests in subsidiary companies (net of cash and cash equivalents disposed)	36	–	525
Increase in pledged deposit with banks		<b>(66)</b>	(102)
Net payments for non-current deposits		<b>(171)</b>	(4,584)
Investment in jointly controlled entities and associated companies		<b>(25)</b>	(2,547)
Repayment/(addition) in loans to jointly controlled entities and associated companies		<b>855</b>	(815)
Dividend received from jointly controlled entities and associated companies		<b>299</b>	824
Income received from other financial assets		<b>5</b>	96
Deposits received from sale of business interest		<b>2,249</b>	–
<b>Net cash used in investing activities</b>		<b>(6,319)</b>	(15,982)

## Consolidated Cash Flow Statement

<i>in HK\$ million</i>	Note	2009	As restated 2008
<b>Cash flows from financing activities</b>			
Proceeds from issue of shares net of amount payable for novation of certain leveraged foreign exchange contracts		–	2,470
Issue of shares pursuant to the Plan	26	49	8
Repurchase of shares		–	(656)
New borrowings		30,640	32,800
Repayment of loans		(22,238)	(5,226)
Decrease in minority interests		(220)	(265)
Dividends paid		(547)	(2,415)
<b>Net cash from financing activities</b>		<b>7,684</b>	<b>26,716</b>
<b>Net increase in cash and cash equivalents</b>		<b>3,167</b>	<b>9,846</b>
<b>Cash and cash equivalents at 1 January</b>		<b>18,117</b>	<b>8,017</b>
<b>Effect of foreign exchange rate changes</b>		<b>19</b>	<b>254</b>
<b>Cash and cash equivalents at 31 December</b>		<b>21,303</b>	<b>18,117</b>
<b>Analysis of the balances of cash and cash equivalents</b>			
Cash and bank deposits		21,553	18,296
Bank overdrafts and pledged deposits		(250)	(179)
		<b>21,303</b>	<b>18,117</b>
<b>Major non-cash transaction</b>			
Consideration from issue of new shares		–	11,625
Less: Amount payable by the Company to CITIC Group in respect of certain leveraged foreign exchange contracts		–	9,155
<b>Net cash proceeds</b>		<b>–</b>	<b>2,470</b>