

Consolidated Statement of Cash Flows

For the year ended 31st December 2010

	Note	2010 HK\$M	2009 HK\$M
Operating activities			
Cash generated from operations	44(a)	7,627	8,740
Interest paid		(1,491)	(1,449)
Interest received		44	89
Profits tax paid		(682)	(580)
		5,498	6,800
Dividends received from jointly controlled and associated companies and available-for-sale assets		1,705	890
Net cash from operating activities		7,203	7,690
Investing activities			
Purchase of property, plant and equipment	44(b)	(2,586)	(2,228)
Additions of investment properties		(4,366)	(2,300)
Purchase of intangible assets		(22)	(19)
Proceeds from disposals of property, plant and equipment		72	131
Proceeds from disposals of investment properties		1,194	80
Proceed from disposal of a subsidiary company		4	–
Purchase of shares in existing subsidiary companies		(201)	–
Net cash (outflow)/inflow on purchase of shares in new subsidiary companies		(208)	14
Purchase of shares in jointly controlled companies		(306)	(282)
Purchase of shares in associated companies		(994)	(1,161)
Net cash outflow on purchase of additional shares in HAECO	39	(4,531)	(1,904)
Purchase of available-for-sale assets		(5)	–
Loans to jointly controlled companies		(1,055)	(741)
Repayment of loan from a jointly controlled company		–	(3,500)
Loans to associated companies		(1)	(33)
Purchase of shares in PCCW Tower		(1,824)	–
Proceeds from disposal of interests in jointly controlled companies		1,175	–
Proceeds from disposal of interest in an associated company – Hactl		1,339	–
Repayment of loans by jointly controlled companies		431	4,184
Repayment of loans by associated companies		386	200
Proceeds from disposals of available-for-sale assets		65	1,948
Proceeds from disposal of shares in PCCW Tower		1,353	–
Net decrease in deposits maturing after more than three months		(2)	–
Initial leasing costs incurred		(122)	(26)
Net cash used in investing activities		(10,204)	(5,637)
Net cash (outflow)/inflow before financing		(3,001)	2,053
Financing activities			
Loans drawn and refinancing		13,302	8,263
Repayment of loans and bonds		(3,717)	(9,077)
	44(c)	9,585	(814)
Security deposits uplifted		169	169
Capital contribution from non-controlling interests	38	13	12
Dividends paid to the Company's shareholders	37	(4,815)	(3,130)
Dividends paid to non-controlling interests	44(c)	(490)	(123)
Net cash generated from/(used in) financing activities		4,462	(3,886)
Increase/(decrease) in cash and cash equivalents		1,461	(1,833)
Cash and cash equivalents at 1st January		2,322	4,146
Currency adjustment		7	9
Cash and cash equivalents at 31st December		3,790	2,322
Represented by:			
Bank balances and short-term deposits maturing within three months	29	3,809	2,322
Bank overdrafts		(19)	–
		3,790	2,322

The notes on pages 111 to 159 and the principal accounting policies on pages 160 to 168 form part of these accounts.