

## CONSOLIDATED CASH FLOW STATEMENT

for the year ended 31 December 2011

(Expressed in millions of Hong Kong dollars)

		2011	2010
	note		
<b>Net cash outflow from operating activities</b>	53(a)	<b>(19,577)</b>	(30,098)
<b>Cash flows from investing activities</b>			
Dividends received from associates		488	424
Purchase of an interest in an associate		–	(2,626)
Purchase of available-for-sale investments		(44,199)	(27,401)
Purchase of held-to-maturity debt securities		(1,009)	(1,113)
Proceeds from sale or redemption of available-for-sale investments		66,367	43,356
Proceeds from redemption of held-to-maturity debt securities		530	260
Proceeds from sales of loan portfolio		5,643	–
Purchase of fixed assets and intangible assets		(422)	(915)
Proceeds from sale of fixed assets and assets held for sale		–	19
Interest received from available-for-sale investments		2,038	1,632
Dividends received from available-for-sale investments		14	12
Net cash inflow from investing activities		29,450	13,648
<b>Cash flows from financing activities</b>			
Dividends paid		(9,942)	(9,942)
Interest paid for subordinated liabilities		(197)	(63)
Issue of subordinated liabilities		3,496	6,025
Repayment of subordinated liabilities		(3,502)	(4,516)
Net cash outflow from financing activities		(10,145)	(8,496)
<b>Decrease in cash and cash equivalents</b>		<b>(272)</b>	(24,946)
<b>Cash and cash equivalents at 1 January</b>		<b>118,560</b>	136,759
Effect of foreign exchange rate changes		2,181	6,747
<b>Cash and cash equivalents at 31 December</b>	53(b)	<b>120,469</b>	118,560