

# Consolidated Cash Flow Statement

For the year ended 31st December 2011

(Expressed in Hong Kong dollars)

	Note	2011 \$ million	2010 \$ million
<b>Operating activities</b>			
Cash generated from operations	21(b)	7,144	7,621
Interest paid		(639)	(457)
Interest received		1,472	758
Rate Reduction Reserve rebated		(4)	(11)
Hong Kong Profits Tax paid		(564)	(877)
Tax paid for operations outside Hong Kong		(15)	(6)
Tax refunded for operations outside Hong Kong		37	15
<b>Net cash generated from operating activities</b>		<b>7,431</b>	<b>7,043</b>
<b>Investing activities</b>			
Purchase of fixed assets and capital stock		(2,480)	(2,238)
Increase in bank deposits with more than three months to maturity when placed		(1,599)	–
Capitalised interest paid		(55)	(52)
Receipts from sale of fixed assets		2	6
Redemption of preference shares in an associate		189	–
Investments in associates		–	(9,308)
New loans to associates		–	(4,652)
Repayment of loan from an associate		163	–
Advance (to)/from associates		(1)	81
(Advance to)/repayment from jointly controlled entities		(2)	49
Dividends received from associates		1,440	791
Dividends received from jointly controlled entities		864	106
Dividends received from available-for-sale equity securities		40	33
<b>Net cash used in investing activities</b>		<b>(1,439)</b>	<b>(15,184)</b>
<b>Financing activities</b>			
New bank loans and other borrowings		7,635	15,743
Repayment of bank loans and other borrowings		(10,492)	(2,423)
New customers' deposits		276	305
Repayment of customers' deposits		(223)	(233)
Dividends paid to equity shareholders of the Company		(4,503)	(4,503)
<b>Net cash (used in)/generated from financing activities</b>		<b>(7,307)</b>	<b>8,889</b>
<b>Net (decrease)/increase in cash and cash equivalents</b>		<b>(1,315)</b>	<b>748</b>
Cash and cash equivalents at 1st January	21(a)	5,837	5,093
Effect of foreign exchange rate changes		–	(4)
<b>Cash and cash equivalents at 31st December</b>	<b>21(a)</b>	<b>4,522</b>	<b>5,837</b>

The notes on pages 79 to 129 form part of these financial statements.