

Consolidated Cash Flow Statement

for the year ended 31 December 2012
(Expressed in millions of Hong Kong dollars)

		2012	2011
	note		
Net cash outflow from operating activities	54(a)	(5,709)	(19,577)
Cash flows from investing activities			
Dividends received from associates		717	488
Purchase of an interest in an associate		(32)	–
Purchase of available-for-sale investments		(36,218)	(44,199)
Purchase of held-to-maturity debt securities		(747)	(1,009)
Proceeds from sale or redemption of available-for-sale investments		54,839	66,367
Proceeds from redemption of held-to-maturity debt securities		573	530
Net cash inflow from sales of loan portfolio		48	5,643
Net cash inflow from the sale of a subsidiary		1,382	–
Purchase of fixed assets and intangible assets		(359)	(422)
Proceeds from sale of fixed assets and assets held for sale		87	–
Interest received from available-for-sale investments		1,873	2,038
Dividends received from available-for-sale investments		16	14
Net cash inflow from investing activities		22,179	29,450
Cash flows from financing activities			
Dividends paid		(9,942)	(9,942)
Interest paid for subordinated liabilities		(289)	(197)
Issue of subordinated liabilities		2,326	3,496
Repayment of subordinated liabilities		(2,326)	(3,502)
Net cash outflow from financing activities		(10,231)	(10,145)
Increase/(decrease) in cash and cash equivalents		6,239	(272)
Cash and cash equivalents at 1 January		120,469	118,560
Effect of foreign exchange rate changes		(1,674)	2,181
Cash and cash equivalents at 31 December	54(b)	125,034	120,469

The notes on pages 84 to 236 form part of these financial statements.