

# Consolidated Cash Flow Statement

For the year ended 30 June 2007

	2007	2006
Note	HK\$ million	(re-stated) HK\$ million
<b>Operating activities</b>		
Profit before taxation		
From continuing operations	<b>3,730.0</b>	1,971.0
From discontinued operations	<b>1,848.6</b>	1,909.0
Adjustments for:		
Interest income	<b>(221.3)</b>	(124.2)
Dividends from investments	<b>(2.6)</b>	(6.7)
Amortisation of toll highway operation rights	<b>10.1</b>	15.6
Depreciation	<b>34.1</b>	53.1
Amortisation of prepaid lease payments	<b>1.2</b>	1.7
Impairment losses on:		
— goodwill arising from acquisition of additional interests in subsidiaries	—	161.8
— property, plant and equipment	—	4.5
— available-for-sale securities	<b>13.5</b>	0.3
— debtors	—	1.3
Loss on disposal/write off of property, plant and equipment	<b>17.5</b>	7.8
Loss on disposal of available-for-sale investments	<b>2.0</b>	—
Gain on disposal of Sale Companies and a subsidiary	<b>(930.0)</b>	—
Write back of allowance for completed properties for sale	—	(19.5)
Increase in fair value of investment properties	<b>(219.5)</b>	(1,014.9)
Share of profits less losses of associates	<b>(3,833.9)</b>	(2,489.1)
Finance costs	<b>4.1</b>	10.0
Exchange difference	<b>7.0</b>	—
<b>Operating profit before changes in working capital</b>	<b>460.8</b>	481.7
Decrease/(increase) in inventories	<b>39.9</b>	(1.8)
(Increase)/decrease in trade and other receivables	<b>(152.9)</b>	90.0
Increase in trade and other payables	<b>3.2</b>	1.0
<b>Cash generated from operations</b>	<b>351.0</b>	570.9
Tax paid		
— Hong Kong	<b>(62.2)</b>	(141.1)
— Outside Hong Kong	<b>(4.5)</b>	(14.7)
Interest paid	<b>(4.1)</b>	(10.0)
<b>Net cash generated from operating activities</b>	<b>280.2</b>	405.1

# Consolidated Cash Flow Statement

For the year ended 30 June 2007

	2007	2006 (re-stated)
Note	HK\$ million	HK\$ million
<b>Investing activities</b>		
Dividends received from associates and available-for-sale securities	907.8	901.9
Interest received	221.2	123.8
Payment for the purchase of:		
— investment properties	(92.7)	—
— property, plant and equipment	(52.2)	(28.4)
— available-for-sale securities	(72.5)	(1.0)
Payment for the acquisition of additional interests in:		
— subsidiaries	—	(252.5)
— associates	(32.7)	(814.6)
Proceeds from disposal of property, plant and equipment	0.4	0.2
Net proceeds from disposal of:		
— subsidiaries and associates	12,106.8	—
— available-for-sale securities	69.8	—
Redemption of held-to-maturity debt securities	11.5	—
Release of the pledged bank deposits	20.2	—
Decrease in amounts due from investee companies	0.9	1.0
Increase in amounts due from associates	(6.4)	(4.1)
Decrease/(increase) in amounts due from minority shareholders	37.3	(9.9)
<b>Net cash generated from/(used in) investing activities</b>	<b>13,119.4</b>	<b>(83.6)</b>
<b>Financing activities</b>		
Dividends paid to shareholders	(16,079.5)	(818.8)
Dividends paid to minority shareholders	(104.5)	(57.7)
Advance from/(repayment to) a fellow subsidiary	1,533.0	(180.9)
Advance from/(repayment to) minority shareholders	139.4	(8.9)
Repayment to associates	(0.8)	(1.7)
Distribution to minority shareholders	(90.3)	—
Issue of shares, net of expenses	—	3,103.1
New bank loans raised	—	33.6
Repayment of bank loans	(248.9)	(9.4)
<b>Net cash (used in)/generated from financing activities</b>	<b>(14,851.6)</b>	<b>2,059.3</b>
<b>Net (decrease)/increase in cash and cash equivalents</b>	<b>(1,452.0)</b>	<b>2,380.8</b>
<b>Cash and cash equivalents at 1 July</b>	<b>5,127.0</b>	<b>2,746.2</b>
<b>Effect of foreign exchange rate changes</b>	<b>11.1</b>	<b>—</b>
<b>Cash and cash equivalents at 30 June</b>	<b>3,686.1</b>	<b>5,127.0</b>
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The notes on pages 45 to 93 form part of these accounts.