

# Consolidated Cash Flow Statement

For the year ended 30 June 2008

	Note	2008 HK\$ million	2007 (re-stated) HK\$ million
<b>Operating activities</b>			
Profit before taxation			
From continuing operations		245	326
From discontinued operations	6(b)	35,265	5,252
Adjustments for:			
Interest income		(59)	(221)
Dividends from investments		(1)	(3)
Amortisation of toll highway operation rights		11	10
Depreciation		41	34
Amortisation of prepaid lease payments		—	1
Impairment loss on available-for-sale securities		—	14
Excess of interest in fair values of the acquirees' identifiable assets over cost of business combination		(3)	—
Write off of property, plant and equipment		—	18
Loss on disposal of available-for-sale securities		—	2
Net gain on disposal of Sale Companies and related shareholder's loans	5(c) & 6(b)	(33,781)	—
Net gain on disposal of subsidiaries and associates	6(b)	—	(930)
Net gain on disposal of disposal group		(21)	—
Gain on disposal of property, plant and equipment		(1)	—
Increase in fair value of investment properties		—	(219)
Share of profits less losses of associates to the date of disposal		(1,484)	(3,834)
Finance costs		5	4
Exchange difference		(7)	7
<b>Operating profit before changes in working capital</b>		<b>210</b>	<b>461</b>
Decrease in inventories		—	40
Increase in trade and other receivables		(175)	(153)
(Decrease)/increase in trade and other payables		(51)	3
<b>Cash (used in)/generated from operations</b>		<b>(16)</b>	<b>351</b>
Tax paid			
— Hong Kong		(16)	(62)
— Outside Hong Kong		(3)	(5)
Interest paid		(5)	(4)
<b>Net cash (used in)/generated from operating activities</b>		<b>(40)</b>	<b>280</b>

# Consolidated Cash Flow Statement

For the year ended 30 June 2008

	Note	2008 HK\$ million	2007 (re-stated) HK\$ million
<b>Investing activities</b>			
Dividends received from associates and available-for-sale securities		1	908
Distribution from available-for-sale securities		8	—
Interest received		61	221
Payment for the purchase of:			
— property, plant and equipment		(1)	(52)
— investment properties		—	(93)
— available-for-sale securities		—	(73)
Payment for the acquisition of additional interests in:			
— subsidiaries		(145)	—
— associates		(601)	(33)
Proceeds from disposal of property, plant and equipment		2	—
Net proceeds from disposal of:			
— subsidiaries and associates		6,818	12,107
— available-for-sale securities		—	70
— disposal group		75	—
Redemption of held-to-maturity debt securities		—	12
Release of pledged bank deposits		—	20
Decrease in amounts due from investee companies		5	1
Decrease/(increase) in amounts due from associates		2	(6)
(Increase)/decrease in amounts due from minority shareholders		(16)	37
<b>Net cash generated from investing activities</b>		<b>6,209</b>	<b>13,119</b>
<b>Financing activities</b>			
Distributions paid to shareholders		(6,826)	(15,237)
Dividends paid to shareholders		(526)	(842)
Dividends paid to minority shareholders		(16)	(105)
(Repayment to)/advance from a fellow subsidiary		(1,637)	1,533
(Repayment to)/advance from minority shareholders		(32)	140
Repayment to associates		—	(1)
Distribution to minority shareholders		—	(90)
Proceeds from new bank loans		34	—
Repayment of bank loans		(23)	(249)
<b>Net cash used in financing activities</b>		<b>(9,026)</b>	<b>(14,851)</b>
<b>Net decrease in cash and cash equivalents</b>		<b>(2,857)</b>	<b>(1,452)</b>
<b>Cash and cash equivalents at 1 July</b>		<b>3,686</b>	<b>5,127</b>
<b>Effect of foreign exchange rate changes</b>		<b>7</b>	<b>11</b>
<b>Cash and cash equivalents at 30 June</b>	24	<b>836</b>	<b>3,686</b>

The notes on pages 42 and 84 form part of these accounts.