Consolidated Statement of Cash Flows

For the year ended 31 December 2011

| | 2011 HK\$'000 | 2010 HK\$'000 |
|--|------------------------------------|------------------------------------|
| OPERATING ACTIVITIES Profit before taxation | 1,033,536 | 626,248 |
| Adjustments for: Interest income Imputed interest on loans to jointly controlled | (18,486) | (7,979) |
| entities and deferred consideration receivable Interest expenses | (15,791) 139,748 | (15,966) 139,292 |
| Share of results of associates Share of results of jointly controlled entities Dividends from available-for-sale investments | (194,522) (199,088) (34,791) | (183,408) (116,102) (35,780) |
| Amortisation of leasehold land Amortisation of intangible assets | 9,866 7,147 | 8,557 6,782 |
| Share-based payment expenses Depreciation of property, plant and equipment Loss on disposal of property, plant and | <u> </u> | 620 182,293 |
| equipment Gain on disposal of leasehold land | 11,853 — | 5,811 (4,553) |
| Loss on fair value change of derivative financial instrument Allowance for doubtful debts | 923 16,037 | — 10,000 |
| Operating cash flows before movements in | | · |
| working capital Increase in inventories Increase in trade receivables Increase in other receivables, deposits and | 986,173 (215,936) (122,177) | 615,815 (27,725) (56,904) |
| prepayments Increase in trade payables Increase in other payables and accrued charges | (105,638) 119,717 239,737 | (34,396) 81,080 294,820 |
| Increase (decrease) in amounts due to minority shareholders | 4,552 | (53,262) |
| Cash generated from operations Interest paid Taxation paid | 906,428 (139,748) (138,437) | 819,428 (134,404) (83,676) |
| NET CASH GENERATED FROM OPERATING ACTIVITIES | 628,243 | 601,348 |

Consolidated Statement of Cash Flows

For the year ended 31 December 2011

| INVESTING ACTIVITIES Purchase of property, plant and equipment Deferred consideration received Ado,000 Ado,000 Ado,000 Adoquisition of subsidiaries (net of cash and cash equivalents acquired) Acquisition of subsidiaries (net of cash and cash equivalents acquired) Acquisition of associates Capital injection to an associate Capital injection to a nassociate Capital injection to a pointly controlled entity Payment of deferred consideration for acquisition of subsidiaries in prior period of subsidiaries (69,843) (84,906) (98,843) (84,906) (98,843) (98,908) (98,826) — 127,378 (98,984) — 17,689 45,129 Dividends received from associates 30,714 — 127,378 17,689 45,129 Dividends received from associates 30,714 — 17,689 45,129 Dividends received from associates 30,714 — 17,689 45,129 Dividends from available-for-sale investments 30,714 — 35,180 Dividends from available-for-sale investments 30,714 30, | | 2011 HK\$'000 | 2010 HK\$'000 |
|--|--|------------------|---------------------|
| Purchase of property, plant and equipment Deferred consideration received 40,000 40,000 Deferred consideration received 40,000 40,000 Acquisition of subsidiaries (net of cash and cash equivalents acquired) (171,375) (3,968) Acquisition of associates (29,593) (145,008) Capital injection to an associate (29,593) (145,008) Capital injection to a pointly controlled entity — (4,592) Payment of deferred consideration for acquisition of subsidiaries in prior period (13,021) (142,952) Purchase of leasehold land (18,549) (35,908) Loans to jointly controlled entities (69,843) (84,906) Loans to jointly controlled entities (30,826) — Repayment of amount due from a related company — 127,378 Repayment of loans from jointly controlled entities 17,689 45,129 Dividends received from associates 30,714 — — Dividends received from iopintly controlled entities — 35,188 J,129 Dividends from available-for-sale investments 34,791 35,780 Interest received 13,486 7,79 | INIVESTING ACTIVITIES | | |
| cash equivalents acquired) (171,375) (3,968) Acquisition of associates (29,593) (145,008) Capital injection to an associate (29,593) (145,008) Capital injection to a jointly controlled entity — (4,592) Payment of deferred consideration for acquisition of subsidiaries in prior period (13,021) (142,952) Purchase of leasehold land (18,549) (35,808) Loans to jointly controlled entities (69,843) (84,906) Loans to an associate (30,826) (82,868) Repayment of amount due from a related company — 127,378 (82,868) Repayment of loans from jointly controlled entities 17,689 45,129 Dividends received from jointly controlled entities — 35,518 17,689 45,129 Dividends from available-for-sale investments 34,791 35,780 Interest received 18,486 7,979 18,726 Proceeds from disposal of leasehold land — 18,726 18,726 Proceeds from disposal of leasehold land — 18,726 18,726 Proceeds from disposal of leasehold land — 18,726 18,726 <td>Purchase of property, plant and equipment Deferred consideration received</td> <td></td> <td>(718,593) 40,000</td> | Purchase of property, plant and equipment Deferred consideration received | | (718,593) 40,000 |
| Capital injection to an associate Capital injection to a jointly controlled entity Payment of deferred consideration for acquisition of subsidiaries in prior period Purchase of leasehold land Loans to jointly controlled entities Loans to jointly controlled entities Loans to an associate Repayment of amount due from a related company Repayment of amount due from a related company Repayment of loans from jointly controlled entities Pividends received from associates Repayment of loans from jointly controlled entities Repayment of loans deposits over 3 months Repayment of loans deposits over 3 months Repayment of loans deposits over 3 months Repayment of loans and leasehold land Repayment of loans and leasehold land Repayment of loans from deposits over 3 months Repayments Repayments of bank and other loans Repayments of bank and other loans Repayment of amount due to a related company Repayment of amount due to minority shareholders Repayment of mount flue to a related company Repayment of loans raised Repayment of loans raised Repayment of mount flue to a related company Repayment of loans raised Repayment of | cash equivalents acquired) | (171,375) | |
| of subsidiaries in prior period Purchase of leasehold land Loans to jointly controlled entities Loans to jointly sharehold entities Loans to jointly shareholders of subsidiaries Loans to jointly shareholders Loans to jointl | Capital injection to an associate Capital injection to a jointly controlled entity | (29,593) | (145,008) |
| Loans to jointly controlled entities Loans to an associate Repayment of amount due from a related company Repayment of loans from jointly controlled entities Dividends received from associates Joint dends received from jointly controlled entities Dividends received from jointly controlled entities Dividends received from jointly controlled entities Dividends from available-for-sale investments Interest received Interest received Decrease (increase) in time deposits over 3 months Proceeds from disposal of leasehold land Proceeds from disposal of property, plant and equipment RET CASH USED IN INVESTING ACTIVITIES FINANCING ACTIVITIES Redemption of senior notes Repayments of bank and other loans Repayments of bank and other loans Repayments of abnk and other loans Repayment of amount due to a related company Dividend paid to shareholders of the Company Dividend paid to shareholders of the Company Dividend spaid to minority shareholders of subsidiaries Acquisition of additional interest in subsidiaries Capital contribution from minority shareholders of subsidiaries NET CASH GENERATED FROM FINANCING ACTIVITIES NET CASH GENERATED FROM FINANCING ACTIVITIES NET CASH GENERATED FROM FINANCING ACTIVITIES ACTIVITIES REGIONAL ACTIVITIES REGIONAL ACTIVITIES Redemption of additional interest in subsidiaries Gaptal contribution from minority shareholders of subsidiaries Subsidiaries Repayment of additional interest in subsidiaries Capital contribution from minority shareholders of subsidiaries REPECT OF FOREIGN EXCHANGE RATE CASH AND CASH EQUIVALENTS AT BEGINNING OF THE YEAR CASH AND CASH EQUIVALENTS AT END OF THE YEAR, REPRESENTING BANK BALANCES | of subsidiaries in prior period | | |
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| Dividends received from associates Dividends received from jointly controlled entities Dividends received from jointly controlled entities Dividends received from jointly controlled entities Dividends from available-for-sale investments 34,791 35,780 Interest received 18,486 7,979 Decrease (increase) in time deposits over 3 months Proceeds from disposal of leasehold land Proceeds from disposal of property, plant and equipment 18,540 4,705 NET CASH USED IN INVESTING ACTIVITIES (1,030,741) (1,019,823) FINANCING ACTIVITIES Redemption of senior notes Repayments of bank and other loans Repayment of amount due to a related company Dividend paid to shareholders of the Company Dividends paid to minority shareholders of subsidiaries (23,400) New bank and other loans raised Acquisition of additional interest in subsidiaries Capital contribution from minority shareholders of subsidiaries Susue of shares upon exercise of share options NET CASH GENERATED FROM FINANCING ACTIVITIES CASH AND CASH EQUIVALENTS AT BEGINNING OF THE YEAR CASH AND CASH EQUIVALENTS AT END OF THE YEAR, REPRESENTING BANK BALANCES | Repayment of amount due from a related company | _ | |
| Dividends from available-for-sale investments Interest received In | Dividends received from associates | | · — |
| Decrease (increase) in time deposits over 3 months Proceeds from disposal of leasehold land Proceeds from disposal of property, plant and equipment NET CASH USED IN INVESTING ACTIVITIES FINANCING ACTIVITIES Redemption of senior notes Repayments of bank and other loans Repayments of bank and other loans Repayment of amount due to a related company Dividend paid to shareholders of the Company Dividends paid to minority shareholders of subsidiaries New bank and other loans raised Acquisition of additional interest in subsidiaries Capital contribution from minority shareholders of subsidiaries Susue of shares upon exercise of share options NET CASH GENERATED FROM FINANCING ACTIVITIES CASH AND CASH EQUIVALENTS AT BEGINNING OF THE YEAR CASH AND CASH EQUIVALENTS AT END OF THE YEAR, REPRESENTING BANK BALANCES | | — 34,791 | |
| Proceeds from disposal of leasehold land Proceeds from disposal of property, plant and equipment NET CASH USED IN INVESTING ACTIVITIES (1,030,741) (1,019,823) FINANCING ACTIVITIES Redemption of senior notes Repayments of bank and other loans Repayments of bank and other loans Repayment of amount due to a related company Dividend paid to shareholders of the Company Dividends paid to minority shareholders of subsidiaries New bank and other loans raised Acquisition of additional interest in subsidiaries (9,178) Lagorate Ac,468 NET CASH GENERATED FROM FINANCING ACTIVITIES NET INCREASE IN CASH AND CASH EQUIVALENTS CASH AND CASH EQUIVALENTS AT BEGINNING OF THE YEAR CASH AND CASH EQUIVALENTS AT END OF THE YEAR, REPRESENTING BANK BALANCES | | | |
| equipment 18,540 4,705 NET CASH USED IN INVESTING ACTIVITIES (1,030,741) (1,019,823) FINANCING ACTIVITIES Redemption of senior notes (1,119,469) — Repayments of bank and other loans (1,991,322) (826,868) Repayment of amount due to a related company — (127,378) Dividend paid to shareholders of the Company Dividends paid to minority shareholders of subsidiaries (23,400) (18,236) New bank and other loans raised (23,400) (18,236) New bank and other loans raised (9,178) — Capital contribution from minority shareholders of subsidiaries (9,178) — Capital contribution from minority shareholders of subsidiaries (9,178) — NET CASH GENERATED FROM FINANCING ACTIVITIES (1,024,559) 698,337 NET INCREASE IN CASH AND CASH EQUIVALENTS AT BEGINNING OF THE YEAR (279,862) CASH AND CASH EQUIVALENTS AT BEGINNING OF THE YEAR (279,862) 45,070 CASH AND CASH EQUIVALENTS AT END OF THE YEAR, REPRESENTING BANK BALANCES | Proceeds from disposal of leasehold land | · – | |
| FINANCING ACTIVITIES Redemption of senior notes Repayments of bank and other loans Repayment of amount due to a related company Dividend paid to shareholders of the Company Dividends paid to minority shareholders of subsidiaries Requisition of additional interest in subsidiaries Capital contribution from minority shareholders of subsidiaries Requisition of sadditional interest in subsidiaries Repayment of amount due to a related company Transport (127,378) Repayment of amount due to a related company Transport (127,378) Transport (127,378) Transport (127,378) Transport (127,378) Transport (139,203) Transport (139,203) Transport (149,132) | | 18,540 | 4,705 |
| Redemption of senior notes Repayments of bank and other loans Repayment of amount due to a related company Dividend paid to shareholders of the Company Dividends paid to minority shareholders of subsidiaries New bank and other loans raised Acquisition of additional interest in subsidiaries Capital contribution from minority shareholders of subsidiaries NET CASH GENERATED FROM FINANCING ACTIVITIES NET INCREASE IN CASH AND CASH EQUIVALENTS CASH AND CASH EQUIVALENTS AT BEGINNING OF THE YEAR CASH AND CASH EQUIVALENTS AT END OF THE YEAR, REPRESENTING BANK BALANCES (1,119,469) (1,991,322) (826,868) (1,291,322) (826,868) (1,291,322) (12,912) (12,913) (12,3400) (18,236) (18 | NET CASH USED IN INVESTING ACTIVITIES | (1,030,741) | (1,019,823) |
| Dividends paid to minority shareholders of subsidiaries (23,400) (18,236) New bank and other loans raised 4,155,015 1,666,536 Acquisition of additional interest in subsidiaries (9,178) — Capital contribution from minority shareholders of subsidiaries 46,468 35,890 Issue of shares upon exercise of share options 40,255 7,596 NET CASH GENERATED FROM FINANCING ACTIVITIES 1,024,559 698,337 NET INCREASE IN CASH AND CASH EQUIVALENTS AT BEGINNING OF THE YEAR 1,248,814 923,882 EFFECT OF FOREIGN EXCHANGE RATE CHANGES 51,628 45,070 CASH AND CASH EQUIVALENTS AT END OF THE YEAR, REPRESENTING BANK BALANCES | Redemption of senior notes Repayments of bank and other loans Repayment of amount due to a related company | (1,991,322) | (127,378) |
| New bank and other loans raised Acquisition of additional interest in subsidiaries Capital contribution from minority shareholders of subsidiaries Issue of shares upon exercise of share options NET CASH GENERATED FROM FINANCING ACTIVITIES NET INCREASE IN CASH AND CASH EQUIVALENTS CASH AND CASH EQUIVALENTS AT BEGINNING OF THE YEAR CASH AND CASH EQUIVALENTS AT END OF THE YEAR, REPRESENTING BANK BALANCES 1,066,536 (9,178) 1,666,536 (1,68) 1,668,536 (1,68) 1,7596 1,024,559 (698,337) 1,024,559 (698,337 | Dividends paid to minority shareholders of | | |
| of subsidiaries lsue of shares upon exercise of share options 46,468 40,255 7,596 NET CASH GENERATED FROM FINANCING ACTIVITIES 1,024,559 698,337 NET INCREASE IN CASH AND CASH EQUIVALENTS AT BEGINNING OF THE YEAR 1,248,814 923,882 EFFECT OF FOREIGN EXCHANGE RATE CHANGES 51,628 45,070 CASH AND CASH EQUIVALENTS AT END OF THE YEAR, REPRESENTING BANK BALANCES | New bank and other loans raised Acquisition of additional interest in subsidiaries | 4,155,015 | |
| NET CASH GENERATED FROM FINANCING ACTIVITIES 1,024,559 698,337 NET INCREASE IN CASH AND CASH EQUIVALENTS 622,061 279,862 CASH AND CASH EQUIVALENTS AT BEGINNING OF THE YEAR EFFECT OF FOREIGN EXCHANGE RATE CHANGES 51,628 45,070 CASH AND CASH EQUIVALENTS AT END OF THE YEAR, REPRESENTING BANK BALANCES | of subsidiaries | | |
| ACTIVITIES 1,024,559 698,337 NET INCREASE IN CASH AND CASH EQUIVALENTS 622,061 279,862 CASH AND CASH EQUIVALENTS AT BEGINNING OF THE YEAR 1,248,814 923,882 EFFECT OF FOREIGN EXCHANGE RATE CHANGES 51,628 45,070 CASH AND CASH EQUIVALENTS AT END OF THE YEAR, REPRESENTING BANK BALANCES | | 40,255 | 7,596 |
| EQUIVALENTS CASH AND CASH EQUIVALENTS AT BEGINNING OF THE YEAR 1,248,814 923,882 EFFECT OF FOREIGN EXCHANGE RATE CHANGES CASH AND CASH EQUIVALENTS AT END OF THE YEAR, REPRESENTING BANK BALANCES | ACTIVITIES | 1,024,559 | 698,337 |
| OF THE YEAR 1,248,814 923,882 EFFECT OF FOREIGN EXCHANGE RATE CHANGES 51,628 45,070 CASH AND CASH EQUIVALENTS AT END OF THE YEAR, REPRESENTING BANK BALANCES | | 622,061 | 279,862 |
| CHANGES 51,628 45,070 CASH AND CASH EQUIVALENTS AT END OF THE YEAR, REPRESENTING BANK BALANCES | | 1,248,814 | 923,882 |
| THE YEAR, REPRESENTING BANK BALANCES | | 51,628 | 45,070 |
| | | | |
| | | 1,922,503 | 1,248,814 |