

Consolidated Statement of Cash Flows

Year ended 31 December 2006

	2006 \$'000	2005 \$'000
Operating activities		
Profit after taxation from continuing operations	1,263,695	433,675
Profit after taxation from discontinued operations	26,894	741,963
	1,290,589	1,175,638
Adjustments for:		
Amortisation and impairment of intangible assets	4,754	1,102
Negative goodwill on acquisition	(77,000)	(820)
(Write back)/Allowance for:		
– foreseeable losses on development properties for sale	(54,532)	(36,805)
– loans to associates	8,584	–
– non-current financial assets	1,670	4,130
Share-based expenses	24,758	19,374
Changes in fair value of financial derivatives and assets	1,242	(29,998)
Depreciation of property, plant and equipment	34,294	71,781
Loss/(Gain) on disposal/write off of property, plant and equipment	2,800	(23,635)
Gain on disposal of investment properties	(222,094)	(13,141)
(Write back)/Write down in value of investment properties	(113,037)	33,074
Gain on disposal of non-current financial assets	(18,899)	(2,101)
Gain on disposal/dilution of subsidiaries and associates	(128,451)	(812,218)
Share of results of associates, jointly-controlled entities and partnership	(601,597)	(123,180)
Accretion of deferred income	(4,678)	(4,913)
Reversal of provision for obligation no longer required	–	(11,140)
Interest expense	327,995	280,274
Interest income	(146,340)	(108,099)
Tax expense	230,354	161,419
	(730,177)	(594,896)
Operating profit before working capital changes	560,412	580,742
Decrease/(Increase) in working capital:		
Inventories, trade and other receivables	91,444	(46,334)
Development properties for sale	38,673	683,575
Trade and other payables	169,744	45,616
Amount due to related corporations	–	(3,232)
Financial assets	45,531	(44,224)
Changes in working capital	345,392	635,401
Cash generated from operations	905,804	1,216,143
Income tax paid	(84,525)	(86,255)
Customer deposits and other non-current payables received	330	6,943
Net cash generated from operating activities carried down	821,609	1,136,831

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Year ended 31 December 2006

	Note	2006 \$'000	2005 \$'000
Net cash generated from operating activities brought forward		821,609	1,136,831
Investing activities			
Proceeds from disposal of property, plant and equipment		13,792	173,767
Purchase of property, plant and equipment		(63,512)	(77,503)
Increase in associates and jointly-controlled entities		(1,635,205)	(302,644)
Decrease in associates and jointly-controlled entities		802,503	231,803
Increase in amounts owing by investee companies and other non-current receivables		(393)	(5,252)
Deposits paid for new investments		(28,172)	(184,368)
Acquisition of investment properties and properties under development		(1,595,964)	(1,042,486)
Proceeds from disposal of investment properties		584,620	101,922
Acquisition of non-current financial assets		(8,172)	(151,892)
Dividends received from associates and jointly-controlled entities		656,019	161,470
Acquisition of remaining interest in a subsidiary		(49,549)	(21,315)
Acquisition and disposal of subsidiaries (net)	37	403,475	1,182,480
Interest income received		145,719	96,981
Settlement of derivatives		–	(15,849)
Net cash (used in)/generated from investing activities		(774,839)	147,114
Financing activities			
Proceeds from issue of shares under share option plan		39,167	49,968
(Repayment of)/Proceeds from loans from minority interests		(88)	36,448
(Return of capital to)/Contribution from minority interests		(42,738)	314,630
Proceeds from/(Repayment of) sales of future receivables		156,941	(277,640)
Proceeds from bank borrowings		3,450,696	2,332,441
Repayment of bank borrowings		(2,879,187)	(2,835,406)
Proceeds from debt securities		1,839,418	540,133
Repayment of debt securities		(772,115)	(299,548)
Repayment of finance lease payables		(3,419)	(3,447)
Dividends paid to minority interests		(460,465)	(497,179)
Dividends paid to shareholders		(399,089)	(126,526)
Interest expense paid		(382,177)	(319,902)
Net cash generated from/(used in) financing activities		546,944	(1,086,028)
Net increase in Cash and Cash Equivalents		593,714	197,917
Cash and Cash Equivalents at beginning of the year		2,105,015	1,904,831
Effect of exchange rate changes on cash balances held in foreign currencies		(13,878)	2,267
Cash and Cash Equivalents at end of the year	17	2,684,851	2,105,015

The accompanying notes form an integral part of these financial statements.