

CONSOLIDATED STATEMENT OF CASH FLOWS

For the year ended 30th June, 2018

	NOTE	2018 HK\$	2017 HK\$
OPERATING ACTIVITIES			
Profit before taxation		15,665,801,855	10,614,355,026
Adjustments for:			
Finance costs		53,012,469	195,721,827
Amortisation and depreciation of property, plant and equipment and hotel properties		110,241,479	98,270,625
Release of prepaid lease payments		19,925,406	19,987,443
Loss (gain) on disposal of property, plant and equipment		1,066,218	(411,414)
Property, plant and equipment written off		400	3,830
Recognition of impairment loss on trade receivables		1,114,139	1,516,165
Share of results of associates		(2,358,377,030)	(1,546,143,601)
Share of results of joint ventures		(227,880,222)	(164,165,699)
Increase in fair value of investment properties		(927,408,331)	(1,332,948,974)
Finance income		(565,100,848)	(497,936,595)
Gain arising from change in fair value of trading securities		(279,580)	(1,947,960)
Gain on partial disposal of a subsidiary	36	(7,054,614,889)	–
Gain on disposal of an associate		(542,434,342)	–
Gain on deregistration of an associate		–	(117,360,800)
Gain on disposal of investment properties		(25,359,937)	(86,699,964)
Interest income from loans receivable		(54,410,667)	(32,306,693)
Dividend income from listed investments		(42,756,044)	(36,921,702)
Dividend income from unlisted investments		(222,900)	(49,060,400)
Operating cash flows before movements in working capital		4,052,317,176	7,063,951,114
Increase in long-term loans receivable		(3,276,672)	(1,167,060,506)
Increase in properties under development		(12,246,683,163)	(5,277,708,368)
Decrease in stocks of completed properties		3,498,618,133	6,957,398,282
Decrease (increase) in hotel inventories		182,353	(2,017,001)
Increase in trading securities		(2,450)	(2,236)
Decrease in trade and other receivables		315,514,209	1,413,014,565
Increase (decrease) in trade and other payables		4,661,820,569	(1,229,654,517)
Decrease in deposits received on sales of properties		(6,666,667,935)	(1,411,853,141)
Cash (used in) generated from operations		(6,388,177,780)	6,346,068,192
Hong Kong Profits Tax paid		(447,706,875)	(769,013,412)
Taxation in other jurisdictions paid		(1,120,543,283)	(797,235,667)
Interest received from loans receivable		54,410,667	32,306,693
Dividends received from listed investments		25,472,568	8,764,155
Dividends received from unlisted investments		222,900	49,060,400
NET CASH (USED IN) FROM OPERATING ACTIVITIES		(7,876,321,803)	4,869,950,361

CONSOLIDATED STATEMENT OF CASH FLOWS (Continued)

For the year ended 30th June, 2018

	NOTE	2018 HK\$	2017 HK\$
INVESTING ACTIVITIES			
Repayments from associates		630,694,175	1,370,314,593
Repayments from joint ventures		403,929,862	239,916,710
Repayments from non-controlling interests		172,680,000	–
Dividends received from associates		531,163,600	1,018,306,250
Dividends received from joint ventures		285,000,000	137,000,000
Installments received for the sale of an associate and assignment of loan		1,050,000,000	1,400,000,000
Decrease (increase) in restricted bank deposits		1,492,583,877	(1,380,740,497)
Interest received		445,307,359	327,488,533
Proceeds from disposal of investment properties		51,446,743	124,182,299
Repayment from an investee company		15,385,955	1,019,394
Proceeds from disposal of property, plant and equipment		223,056	614,453
Advances to associates		(332,179,647)	(524,673,217)
Advances to joint ventures		(9,938,989,609)	(2,395,702,242)
Advances to non-controlling interests		(25,813,798)	(131,354,461)
Additions to investment properties		(146,671,207)	(272,257,969)
Additions to hotel properties		(6,648,685)	(1,842,406)
Additions to property, plant and equipment		(111,002,399)	(119,277,975)
Proceeds from partial disposal of a subsidiary (net of cash and cash equivalents disposed of)	36	9,858,902,296	–
Decrease (increase) in time deposits with original maturity over three months		7,158,428,072	(4,994,931,294)
Distribution upon deregistration of an associate		–	142,024,734
Acquisition of additional interests in joint ventures		(263)	(17)
NET CASH FROM (USED IN) INVESTING ACTIVITIES		11,534,439,387	(5,059,913,112)
FINANCING ACTIVITIES			
New bank loans raised		542,532,000	1,656,000,000
Repayments of bank and other borrowings		(4,094,999,500)	(176,032,671)
Advances from associates		1,018,983,777	848,900,163
Advances from joint ventures		58,616	–
Repayments to non-controlling interests		(5,196,880)	(99,459,123)
Advances from non-controlling interests		558,756,627	191,045,916
Dividends paid to ordinary shareholders of the Company		(2,296,953,445)	(1,222,757,398)
Repayments to associates		(1,266,486,394)	(1,213,593,597)
Repayments to joint ventures		–	(219,314)
Interest paid		(67,749,307)	(159,950,888)
Repurchase of own shares		(12,200,920)	(7,770,088)
Dividends paid to non-controlling interests		(170,959,564)	(279,749,336)
NET CASH USED IN FINANCING ACTIVITIES		(5,794,214,990)	(463,586,336)
NET DECREASE IN CASH AND CASH EQUIVALENTS		(2,136,097,406)	(653,549,087)
CASH AND CASH EQUIVALENTS BROUGHT FORWARD		9,922,476,572	10,596,910,658
EFFECT OF FOREIGN EXCHANGE RATE CHANGES		37,418,536	(20,884,999)
CASH AND CASH EQUIVALENTS CARRIED FORWARD		7,823,797,702	9,922,476,572

CONSOLIDATED STATEMENT OF CASH FLOWS *(Continued)*

For the year ended 30th June, 2018

	2018	2017
	HK\$	<i>HK\$</i>
ANALYSIS OF THE BALANCES OF CASH AND CASH EQUIVALENTS		
Restricted bank deposits	433,845,692	1,926,429,569
Time deposits	18,538,666,235	28,194,108,188
Bank balances and cash	3,420,751,766	3,022,416,755
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Deposits, bank balances and cash in the consolidated statement of financial position	22,393,263,693	33,142,954,512
Less: Time deposits with original maturity over three months	(14,135,620,299)	(21,294,048,371)
Restricted bank deposits	(433,845,692)	(1,926,429,569)
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Cash and cash equivalents in the consolidated statement of cash flows	7,823,797,702	9,922,476,572
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