

## CONSOLIDATED STATEMENT OF CASH FLOWS

For the year ended 30th June, 2018

	NOTE	2018 HK\$	2017 HK\$
<b>OPERATING ACTIVITIES</b>			
Profit before taxation		<b>15,672,556,271</b>	10,626,742,373
Adjustments for:			
Finance costs		<b>64,831,771</b>	207,596,689
Amortisation and depreciation of property, plant and equipment and hotel properties		<b>110,686,636</b>	98,741,104
Release of prepaid lease payments		<b>19,925,406</b>	19,987,443
Loss (gain) on disposal of property, plant and equipment		<b>1,066,218</b>	(411,414)
Property, plant and equipment written off		<b>400</b>	3,830
Recognition of impairment loss on trade receivables		<b>860,094</b>	1,646,813
Share of results of associates		<b>(2,358,377,030)</b>	(1,546,143,601)
Share of results of joint ventures		<b>(227,880,222)</b>	(164,165,699)
Increase in fair value of investment properties		<b>(927,408,331)</b>	(1,332,948,974)
Finance income		<b>(565,825,835)</b>	(498,753,540)
Gain arising from change in fair value of trading securities		<b>(425,580)</b>	(2,573,358)
Gain on partial disposal of a subsidiary	38	<b>(7,054,614,889)</b>	–
Gain on disposal of an associate		<b>(542,434,342)</b>	–
Gain on deregistration of an associate		–	(117,360,800)
Gain on disposal of investment properties		<b>(25,359,937)</b>	(86,699,964)
Fair value gain on non-current interest-free unsecured other loans		<b>(11,422,569)</b>	(11,797,519)
Interest income from loans receivable		<b>(54,410,667)</b>	(32,306,693)
Dividend income from listed investments		<b>(43,044,690)</b>	(37,175,840)
Dividend income from unlisted investments		<b>(222,900)</b>	(49,060,400)
		<b>4,058,499,804</b>	7,075,320,450
Operating cash flows before movements in working capital		<b>4,058,499,804</b>	7,075,320,450
Increase in long-term loans receivable		<b>(3,276,672)</b>	(1,167,060,506)
Increase in properties under development		<b>(12,246,683,163)</b>	(5,277,708,368)
Decrease in stocks of completed properties		<b>3,498,618,133</b>	6,957,398,282
Decrease (increase) in hotel inventories		<b>182,353</b>	(2,017,001)
Increase in trading securities		<b>(142,488)</b>	(127,898)
Decrease in trade and other receivables		<b>317,001,913</b>	1,409,251,970
Increase (decrease) in trade and other payables		<b>4,644,410,294</b>	(1,221,572,890)
Decrease in deposits received on sales of properties		<b>(6,666,667,935)</b>	(1,411,853,141)
		<b>(6,398,057,761)</b>	6,361,630,898
Cash (used in) generated from operations		<b>(6,398,057,761)</b>	6,361,630,898
Hong Kong Profits Tax paid		<b>(447,706,875)</b>	(773,800,280)
Taxation in other jurisdictions paid		<b>(1,125,123,520)</b>	(803,359,424)
Interest received from loans receivable		<b>54,410,667</b>	32,306,693
Dividends received from listed investments		<b>25,613,146</b>	8,890,466
Dividends received from unlisted investments		<b>222,900</b>	49,060,400
		<b>(7,890,641,443)</b>	4,874,728,753
<b>NET CASH (USED IN) FROM OPERATING ACTIVITIES</b>		<b>(7,890,641,443)</b>	4,874,728,753

## CONSOLIDATED STATEMENT OF CASH FLOWS (Continued)

For the year ended 30th June, 2018

	NOTE	2018 HK\$	2017 HK\$
<b>INVESTING ACTIVITIES</b>			
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		446,010,353	328,142,421
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)	(119,585,644)
Proceeds from partial disposal of a subsidiary (net of cash and cash equivalents disposed of)	38	9,858,902,296	–
Decrease (increase) in time deposits with original maturity over three months		7,157,922,246	(5,031,913,218)
Distribution upon deregistration of an associate		–	142,024,734
Acquisition of additional interests in joint ventures		(263)	(17)
<b>NET CASH FROM (USED IN) INVESTING ACTIVITIES</b>		<b>11,534,636,555</b>	<b>(5,096,548,817)</b>
<b>FINANCING ACTIVITIES</b>			
New bank loans raised		542,532,000	1,656,000,000
New other loans raised		36,923	1,183,245,836
Repayments of bank and other borrowings		(4,094,999,500)	(176,032,671)
Repayments of other loans		(43,480,642)	(1,176,863,601)
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		(6,852,294)	(4,301,594)
Repayments to associates		(1,266,486,394)	(1,213,593,597)
Repayments to joint ventures		–	(219,314)
Interest paid		(67,771,090)	(160,082,164)
Acquisition of additional interest in a listed subsidiary		–	(5,653,947)
Repurchase of its own shares by a listed subsidiary		(12,200,920)	(7,770,088)
Dividends paid to non-controlling interests		(2,467,913,009)	(1,434,201,419)
<b>NET CASH USED IN FINANCING ACTIVITIES</b>		<b>(5,844,532,786)</b>	<b>(398,985,603)</b>

## CONSOLIDATED STATEMENT OF CASH FLOWS (Continued)

For the year ended 30th June, 2018

	<b>2018</b> <b>HK\$</b>	2017 <i>HK\$</i>
NET DECREASE IN CASH AND CASH EQUIVALENTS	<b>(2,200,537,674)</b>	(620,805,667)
CASH AND CASH EQUIVALENTS BROUGHT FORWARD	<b>10,059,701,142</b>	10,694,051,345
EFFECT OF FOREIGN EXCHANGE RATE CHANGES	<b>67,409,456</b>	(13,544,536)
CASH AND CASH EQUIVALENTS CARRIED FORWARD	<b>7,926,572,924</b>	10,059,701,142
ANALYSIS OF THE BALANCES OF CASH AND CASH EQUIVALENTS		
Restricted bank deposits	<b>433,845,692</b>	1,926,429,569
Time deposits	<b>18,576,153,985</b>	28,286,090,112
Bank balances and cash	<b>3,523,526,988</b>	3,104,641,325
Deposits, bank balances and cash in the consolidated statement of financial position	<b>22,533,526,665</b>	33,317,161,006
Less: Time deposits with original maturity over three months	<b>(14,173,108,049)</b>	(21,331,030,295)
Restricted bank deposits	<b>(433,845,692)</b>	(1,926,429,569)
Cash and cash equivalents in the consolidated statement of cash flows	<b>7,926,572,924</b>	10,059,701,142