

CONSOLIDATED CASH FLOW STATEMENT

for the year ended 31 December in HK\$ million	Note	2011	2010
Cash flows from operating activities			
Cash generated from operations	52	12,489	11,920
Receipt of government subsidy for Shenzhen Metro Longhua Line operation		638	–
Current tax paid			
– Hong Kong Profits Tax paid		(1,949)	(1,007)
– Overseas tax paid		(154)	(4)
Net cash generated from operating activities		11,024	10,909
Cash flows from investing activities			
Capital expenditure			
– Purchase of assets for Hong Kong transport and related operations		(2,102)	(1,953)
– West Island Line Project		(3,111)	(3,218)
– South Island Line (East) Project		(1,467)	(347)
– Kwun Tong Line Extension Project		(450)	(190)
– Shenzhen Metro Longhua Line Project		(1,385)	(1,846)
– Property development projects		(1,075)	(4,444)
– Property renovation and fitting out works		(255)	(173)
– Other capital projects		(198)	(165)
Net cash receipt in respect of entrustment works of Shatin to Central Link and Express Rail Link		170	84
Fixed annual payment		(750)	(750)
Variable annual payment		(45)	–
Receipts in respect of property development		1,593	5,249
Receipt of loan repayment from a property developer		2,000	–
Receipt of government grant for West Island Line Project		–	12,252
Increase in bank deposits with more than three months to maturity when placed		(3,063)	(9,610)
Purchase of investments in securities		(160)	(3,844)
Proceeds from sale of investments in securities		1,094	159
Proceeds from disposal of fixed assets		5	7
Receipt of loan repayment from an associate		29	–
Settlement of loan repayment to an associate		(29)	–
Dividends received from non-controlled subsidiaries		144	75
Net cash used in investing activities		(9,055)	(8,714)
Cash flows from financing activities			
Proceeds from shares issued under share option schemes		34	63
Drawdown of loans		1,392	8,153
Proceeds from issuance of capital market instruments		2,198	–
Repayment of loans		(1,111)	(5,390)
Repayment of capital market instruments		(500)	(5,778)
Interest paid		(603)	(861)
Interest received		194	123
Finance charges paid		(12)	(19)
Dividends paid to equity shareholders of the Company		(3,754)	(1,814)
Dividends paid to holders of non-controlling interests		(88)	(58)
Net cash used in financing activities		(2,250)	(5,581)
Net decrease in cash and cash equivalents		(281)	(3,386)
Cash and cash equivalents at 1 January		3,708	7,094
Cash and cash equivalents at 31 December	41	3,427	3,708

The notes on pages 153 to 238 form part of the accounts.