

CONSOLIDATED CASH FLOW STATEMENT

for the year ended 31 December in HK\$ million	Note	2017	2016
Cash flows from operating activities			
Cash generated from operations	43	22,239	19,156
Receipt of government subsidy for Shenzhen Metro Longhua Line operation		588	625
Purchase of tax reserve certificates		(1,816)	(20)
Current tax paid			
– Hong Kong Profits Tax paid		(240)	(2,271)
– Mainland of China and overseas tax paid		(1,168)	(355)
Net cash generated from operating activities		19,603	17,135
Cash flows from investing activities			
Capital expenditure			
– Purchase of assets for Hong Kong transport and related operations		(5,226)	(4,615)
– Shenzhen Metro Longhua Line Project and related operations		(93)	(220)
– Hong Kong railway extension projects		(1,342)	(5,243)
– Hong Kong and Shenzhen property development		(1,040)	(1,200)
– Investment property projects and fitting out work		(713)	(589)
– Other capital projects		(109)	(72)
Fixed annual payment		(750)	(750)
Variable annual payment		(1,787)	(1,649)
Receipts in respect of Hong Kong and Shenzhen property development		3,344	5,403
Decrease/(increase) in bank deposits with more than three months to maturity when placed or pledged		8,842	(7,212)
Purchase of investments in securities		(164)	(143)
Proceeds from sale or redemption of investments in securities		93	109
Proceeds from disposal of fixed assets		5	4
Acquisition of a subsidiary, net of cash acquired		–	44
Investments in associates and joint venture		(310)	(1,273)
Receipt of loan repayment from an associate		–	93
Loan to an associate		(92)	(13)
Shares issued to and loan from holders of non-controlling interests		84	–
Dividends received from associates		158	208
Net cash generated from/(used in) investing activities		900	(17,118)
Cash flows from financing activities			
Proceeds from shares issued under share option schemes		341	845
Purchase of shares for Share Incentive Scheme		–	(99)
Proceeds from loans and capital market instruments		25,424	41,759
Repayment of loans and capital market instruments		(23,934)	(22,278)
Interest and finance charges paid		(923)	(789)
Interest received		345	270
Dividends paid to shareholders of the Company		(15,358)	(18,508)
Dividends paid to holders of non-controlling interests		(102)	(108)
Net cash (used in)/generated from financing activities		(14,207)	1,092
Net increase in cash and cash equivalents		6,296	1,109
Cash and cash equivalents at 1 January		7,037	6,227
Effect of exchange rate changes		606	(299)
Cash and cash equivalents at 31 December	35	13,939	7,037

The notes on pages 206 to 294 form part of the accounts.