

CONSOLIDATED CASH FLOW STATEMENT

in HK\$ million	Note	Half year ended 30 June 2018 (Unaudited)	Half year ended 30 June 2017 (Unaudited)
Cash flows from operating activities			
Cash generated from operations	25	4,845	8,747
Receipt of government subsidy for Shenzhen Metro Longhua Line operation		645	588
Purchase of tax reserve certificates		(6)	(155)
Current tax paid			
– Hong Kong Profits Tax paid		(274)	(5)
– Mainland of China and overseas tax paid		(407)	(211)
Net cash generated from operating activities		4,803	8,964
Cash flows from investing activities			
Capital expenditure			
– Purchase of assets for Hong Kong transport and related operations		(2,653)	(2,310)
– Shenzhen Metro Longhua Line Project and related operations		(44)	(45)
– Hong Kong railway extension projects		(233)	(801)
– Hong Kong and Shenzhen property development		(298)	(402)
– Investment property projects and fitting out work		(218)	(464)
– Other capital projects		(51)	(58)
Variable annual payment		(1,933)	(1,787)
Receipts in respect of Hong Kong and Shenzhen property development		1,089	452
Increase in bank deposits with more than three months to maturity when placed or pledged		(982)	(1,451)
Purchase of investments in securities		(31)	(118)
Proceeds from sale or redemption of investments in securities		239	53
Proceeds from disposal of fixed assets		2	4
Loan from holders of non-controlling interests		5	–
Investments in associate and joint venture		(669)	–
Net cash used in investing activities		(5,777)	(6,927)
Cash flows from financing activities			
Proceeds from shares issued under share option schemes		56	256
Purchase of shares for Executive Share Incentive Scheme		(239)	–
Proceeds from loans and capital market instruments		11,224	15,590
Repayment of loans and capital market instruments		(14,817)	(13,535)
Interest and finance charge paid		(621)	(455)
Interest received		136	84
Dividends paid to holders of non-controlling interests		(28)	(54)
Net cash (used in)/generated from financing activities		(4,289)	1,886
Net (decrease)/increase in cash and cash equivalents		(5,263)	3,923
Cash and cash equivalents at 1 January		13,939	7,037
Effect of exchange rate changes		(232)	302
Cash and cash equivalents at 30 June		8,444	11,262
Analysis of the balances of cash and cash equivalents			
Cash, bank balances and deposits on the consolidated statement of financial position		13,837	26,008
Bank deposits with more than three months to maturity when placed or pledged		(5,393)	(14,704)
Bank overdrafts		–	(42)
Cash and cash equivalents in the consolidated cash flow statement		8,444	11,262

The notes on pages 51 to 71 form part of this interim financial report.