

Consolidated Cash Flow Statement

in HK\$ million	Note	Half year ended 30 June 2017 (Unaudited)	Half year ended 30 June 2016 (Unaudited)
Cash flows from operating activities			
Cash generated from operations	27	8,592	9,458
Receipt of government subsidy for Shenzhen Metro Longhua Line operation		588	625
Current tax paid			
– Hong Kong Profits Tax paid		(5)	(394)
– Mainland of China and overseas tax paid		(211)	(195)
Net cash generated from operating activities		8,964	9,494
Cash flows from investing activities			
Capital expenditure			
– Purchase of assets for Hong Kong transport and related operations		(2,310)	(2,128)
– Shenzhen Metro Longhua Line Project and related operations		(45)	(24)
– Island Line Extension Project		(82)	(252)
– South Island Line (East) Project		(506)	(1,091)
– Kwun Tong Line Extension Project		(213)	(711)
– Shenzhen Longhua Line Depot property development		(190)	(643)
– Hong Kong property development		(212)	(191)
– Investment property projects and fitting out work		(464)	(192)
– Other capital projects		(58)	(25)
Variable annual payment		(1,787)	(1,649)
Receipts in respect of Hong Kong property development		378	2,006
Receipts in respect of Shenzhen Longhua Line Depot property development		74	3,056
Increase in bank deposits with more than three months to maturity when placed or pledged		(1,451)	(1,291)
Purchase of investments in securities		(118)	(51)
Proceeds from sale or redemption of investments in securities		53	39
Proceeds from disposal of fixed assets		4	2
Acquisition of a subsidiary, net of cash acquired		–	44
Investments in associates		–	(1,260)
Net cash used in investing activities		(6,927)	(4,361)
Cash flows from financing activities			
Proceeds from shares issued under share option schemes		256	670
Purchase of shares for Share Incentive Scheme		–	(99)
Drawdown of loans		11,677	7,407
Proceeds from issuance of capital market instruments		3,913	2,944
Repayment of loans		(8,350)	(4,147)
Repayment of capital market instruments		(5,185)	–
Interest paid		(438)	(301)
Interest received		84	152
Finance charges paid		(17)	(18)
Dividends paid to holders of non-controlling interests		(54)	(31)
Net cash generated from financing activities		1,886	6,577
Net increase in cash and cash equivalents		3,923	11,710
Cash and cash equivalents at 1 January		7,037	6,227
Effect of exchange rate changes		302	(87)
Cash and cash equivalents at 30 June		11,262	17,850
Analysis of the balances of cash and cash equivalents			
Cash, bank balances and deposits on the consolidated statement of financial position		26,008	25,182
Bank deposits with more than three months to maturity when placed or pledged		(14,704)	(7,332)
Bank overdrafts		(42)	–
Cash and cash equivalents in the consolidated cash flow statement		11,262	17,850

The notes on pages 49 to 67 form part of this interim financial report.