

Consolidated Statement of Cash Flows

for the year ended 31 December 2014

2014 US\$ millions		Note	2014 HK\$ millions	2013 HK\$ millions
	Operating activities			
8,031	Cash generated from operating activities before interest expenses and other finance costs, tax paid and changes in working capital	34 (a)	62,640	60,898
(949)	Interest expenses and other finance costs paid		(7,403)	(7,695)
(564)	Tax paid		(4,401)	(3,813)
6,518	Funds from operations		50,836	49,390
(374)	Changes in working capital	34 (b)	(2,916)	(4,338)
6,144	Net cash from operating activities		47,920	45,052
	Investing activities			
(2,730)	Purchase of fixed assets and investment properties		(21,289)	(23,028)
–	Additions to leasehold land		–	(532)
(5)	Additions to telecommunications licences	16	(41)	(6,828)
(29)	Additions to brand names and other rights	18	(229)	(105)
(1,086)	Purchase of subsidiary companies	34 (c)	(8,467)	(17,651)
(127)	Additions to other unlisted investments		(994)	(30)
405	Repayments from associated companies and joint ventures		3,160	8,897
(1,692)	Purchase of and advances to (including deposits from) associated companies and joint ventures		(13,200)	(14,184)
103	Proceeds on disposal of fixed assets, leasehold land and investment properties and other assets		804	6,442
116	Proceeds on disposal of subsidiary companies	34 (d)	905	3,149
74	Proceeds on partial disposal / disposal of associated companies		575	1,895
574	Proceeds on disposal of joint ventures		4,477	111
2	Proceeds on disposal of other unlisted investments		20	17
(4,395)	Cash flows used in investing activities before additions to / disposal of liquid funds and other listed investments		(34,279)	(41,847)
238	Disposal of liquid funds and other listed investments		1,861	6,245
(313)	Additions to liquid funds and other listed investments		(2,445)	(147)
(4,470)	Cash flows used in investing activities		(34,863)	(35,749)
1,674	Net cash inflow before financing activities		13,057	9,303

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	Financing activities			
9,986	New borrowings		77,895	28,323
(5,751)	Repayment of borrowings		(44,860)	(61,822)
5,484	Issue of shares by subsidiary companies to non-controlling shareholders and net loans from (to) non-controlling shareholders		42,775	(69)
(300)	Redemption of capital securities by a subsidiary		(2,340)	–
(12)	Payments to acquire additional interests in subsidiary companies		(93)	(9)
–	Proceeds on issue of perpetual capital securities, net of transaction costs		–	17,721
(79)	Repurchase of perpetual capital securities	32 (b)	(617)	(1,802)
(547)	Dividends paid to non-controlling interests		(4,265)	(3,510)
(254)	Distributions paid on perpetual capital securities		(1,980)	(1,351)
(5,116)	Dividends paid to ordinary shareholders		(39,905)	(9,081)
3,411	Cash flows from (used in) financing activities		26,610	(31,600)
5,085	Increase (decrease) in cash and cash equivalents		39,667	(22,297)
10,981	Cash and cash equivalents at 1 January		85,651	107,948
16,066	Cash and cash equivalents at 31 December		125,318	85,651
	Analysis of cash, liquid funds and other listed investments			
16,066	Cash and cash equivalents, as above	24	125,318	85,651
1,941	Liquid funds and other listed investments	23	15,141	17,136
18,007	Total cash, liquid funds and other listed investments		140,459	102,787
31,650	Total principal amount of bank and other debts	28	246,867	223,822
1,026	Interest bearing loans from non-controlling shareholders	29	8,000	5,445
14,669	Net debt		114,408	126,480
(1,026)	Interest bearing loans from non-controlling shareholders		(8,000)	(5,445)
13,643	Net debt (excluding interest bearing loans from non-controlling shareholders)		106,408	121,035