

# CONSOLIDATED CASH FLOW STATEMENT OF THE TRUST AND OF THE COMPANY

For the year ended 31 December 2018

(Expressed in Hong Kong dollars)

|  | Note  | 2018<br>\$ million | 2017<br>\$ million |
|--|-------|--------------------|--------------------|
| <b>Operating activities</b>  |       |                    |                    |
| Cash generated from operations   | 20(b) | 6,291              | 7,408              |
| Interest paid  |       | (760)              | (726)              |
| Interest received  |       | 19                 | 2                  |
| Hong Kong Profits Tax paid   |       | (535)              | (797)              |
| <b>Net cash generated from operating activities</b>                                      |       | <b>5,015</b>       | <b>5,887</b>       |
| <b>Investing activities</b>  |       |                    |                    |
| Payment for the purchase of property, plant and equipment and capital stock              |       | (3,397)            | (2,503)            |
| Capitalised interest paid  |       | (142)              | (118)              |
| Decrease/(increase) in bank deposits with more than three months to maturity when placed |       | 875                | (875)              |
| <b>Net cash used in investing activities</b>   |       | <b>(2,664)</b>     | <b>(3,496)</b>     |
| <b>Financing activities</b>  |       |                    |                    |
| Proceeds from bank loans   | 20(c) | 365                | 1,500              |
| Repayment of bank loans  | 20(c) | –                  | (2,785)            |
| Issuance of medium term notes  | 20(c) | –                  | 3,123              |
| Redemption of medium term notes  | 20(c) | –                  | (300)              |
| New customers' deposits  | 20(c) | 311                | 316                |
| Repayment of customers' deposits   | 20(c) | (246)              | (243)              |
| Distributions/dividends paid   |       | (3,538)            | (3,538)            |
| <b>Net cash used in financing activities</b>   |       | <b>(3,108)</b>     | <b>(1,927)</b>     |
| <b>Net (decrease)/increase in cash and cash equivalents</b>                              |       |                    |                    |
| Cash and cash equivalents at 1 January   |       | 784                | 316                |
| Effect of foreign exchange rate changes  |       | 7                  | 4                  |
| <b>Cash and cash equivalents at 31 December</b>  | 20(a) | <b>34</b>          | <b>784</b>         |

The notes on pages 91 to 165 form part of these consolidated financial statements.

As explained in note 2, the consolidated financial statements of the Trust and the consolidated financial statements of the Company are presented together.