## Consolidated Statement of Cash Flows

for the year ended 31 December 2011

2011 US\$ millions		Note	2011 HK\$ millions	As restated Note 1 2010 HK\$ millions
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	Operating activities			
	Cash generated from operating activities before interest expenses and other finance costs, tax paid, telecommunications customer acquisition			
8,023	costs and changes in working capital	33(a)	62,578	59,275
(992)	Interest expenses and other finance costs paid		(7,738)	(7,763)
(414)	Tax paid		(3,231)	(2,617)
	Funds from operations before telecommunications customer			
6,617	acquisition costs		51,609	48,895
(2,884)	Telecommunications customer acquisition costs		(22,497)	(16,013)
3,733	Funds from operations		29,112	32,882
1,275	Changes in working capital	33(b)	9,948	(3,015)
5,008	Net cash from operating activities		39,060	29,867
	Investing activities			
(3,210)	Purchase of fixed assets and investment properties		(25,039)	(21,683)
(14)	Additions to leasehold land		(110)	(54)
(730)	Additions to telecommunications licences	16, 33(e)	(5,693)	(146)
(10)	Additions to brand names and other rights	18, 33(e)	(82)	(461)
-	Purchase of subsidiary companies	33(c)	1	-
(17)	Additions to other unlisted investments and long term receivables		(129)	(4,163)
326	Repayments from associated companies and jointly controlled entities		2,546	1,203
	Purchase of and advances to (including deposits from) associated			
(3,304)	companies and jointly controlled entities		(25,768)	(16,056)
200	Proceeds on disposal of fixed assets, leasehold land and investment properties		1,554	9,997
4,565	Proceeds on disposal / de-recognition of subsidiary companies	33(d)	35,609	(69)
32	Proceeds on disposal of associated companies		250	1
-	Proceeds on disposal of jointly controlled entities		_	10
73	Proceeds on disposal of other unlisted investments		566	589
	Cash flows used in investing activities before additions to /			
(2,089)	disposal of liquid funds and other listed investments		(16,295)	(30,832)
576	Disposal of liquid funds and other listed investments		4,498	523
(39)	Additions to liquid funds and other listed investments		(306)	(1,227)
(1,552)	Cash flows used in investing activities		(12,103)	(31,536)
3,456	Net cash inflow (outflow) before financing activities		26,957	(1,669)

2011 US\$ millions		Note	2011 HK\$ millions	As restated Note 1 2010 HK\$ millions
	Financing activities			
2,430	New borrowings		18,957	41,232
(5,386)	Repayment of borrowings		(42,014)	(49,434)
161	Issue of shares by subsidiary companies to non-controlling shareholders and net loans from non-controlling shareholders		1,260	8,105
(617)	Payments to acquire additional interests in subsidiary companies		(4,816)	(4,727)
-	Proceeds on issue of perpetual capital securities, net of transaction costs		-	15,464
(2,072)	Dividends paid to non-controlling interests		(16,165)	(2,465)
(120)	Distributions paid on perpetual capital securities		(936)	-
(1,071)	Dividends paid to ordinary shareholders		(8,356)	(7,375)
(6,675)	Cash flows from (used in) financing activities		(52,070)	800
(3,219)	Decrease in cash and cash equivalents		(25,113)	(869)
11,750	Cash and cash equivalents at 1 January		91,652	92,521
8,531	Cash and cash equivalents at 31 December		66,539	91,652
	Analysis of cash, liquid funds and other listed investments			
8,531	Cash and cash equivalents, as above	24	66,539	91,652
2,595	Liquid funds and other listed investments	23	20,239	24,585
11,126	Total cash, liquid funds and other listed investments		86,778	116,237
27,417	Total principal amount of bank and other debts	28	213,854	247,362
834	Interest bearing loans from non-controlling shareholders	29	6,502	13,493
17,125	Net debt		133,578	144,618
(834)	Interest bearing loans from non-controlling shareholders		(6,502)	(13,493)
16,291	Net debt (excluding interest bearing loans from non-controlling shareholders)		127,076	131,125