

# Consolidated Statement of Cash Flows

for the year ended 31 December 2019

2019 # US\$ million		Note	2019 HK\$ million	2018 * HK\$ million
	<b>Operating activities</b>			
12,217	Cash generated from operating activities before interest expenses and other finance costs, tax paid and changes in working capital	32 (a)	95,291	72,590
(1,874)	Interest expenses and other finance costs paid (net of capitalisation)		(14,621)	(10,661)
(747)	Tax paid		(5,823)	(4,584)
9,596	<b>Funds from operations (before payment of lease liabilities)</b>		74,847	57,345
(715)	Changes in working capital	32 (b)	(5,577)	(1,611)
8,881	<b>Net cash from operating activities</b>		69,270	55,734
	<b>Investing activities</b>			
(4,127)	Purchase of fixed assets		(32,190)	(27,540)
(165)	Additions to telecommunications licences		(1,286)	(8,527)
(361)	Additions to brand names and other rights		(2,817)	(1,479)
(4)	Purchase of subsidiary companies, net of cash acquired	32 (c)	(30)	(14,323)
(2)	Additions to other unlisted investments		(17)	(414)
82	Repayments of loans from associated companies and joint ventures		641	2,222
(113)	Purchase of and advances to associated companies and joint ventures		(885)	(2,446)
19	Proceeds from disposal of fixed assets		150	92
(195)	Proceeds from disposal of subsidiary companies, net of cash disposed	32 (d)	(1,522)	1,121
(312)	Cash disposed arising from de-consolidation of subsidiaries classified as held for sale	23 (b)	(2,429)	–
306	Proceeds from partial disposal / disposal of associated companies and joint ventures		2,388	149
17	Proceeds from disposal of other unlisted investments		130	8
(4,855)	Cash flows used in investing activities before additions to / disposal of liquid funds and other listed investments		(37,867)	(51,137)
64	Disposal of liquid funds and other listed investments		503	387
(7)	Additions to liquid funds and other listed investments		(55)	(8,329)
(4,798)	<b>Cash flows used in investing activities</b>		(37,419)	(59,079)
4,083	<b>Net cash inflow (outflow) before financing activities</b>		31,851	(3,345)
	<b>Financing activities</b>			
27,119	New borrowings	32 (e)	211,526	55,313
(27,110)	Repayment of borrowings	32 (e)	(211,455)	(54,961)
(2,048)	Payment of lease liabilities	32 (e)	(15,969)	–
–	Net loans to non-controlling shareholders	32 (e)	(2)	(185)
–	Consideration received from the economic benefits agreements (see note 29(b))	32 (e)	–	14,308
(1)	Issue of equity securities by subsidiary companies to non-controlling shareholders / capital redemption by non-controlling shareholders		(10)	25
(61)	Payments to acquire additional interests in subsidiary companies		(478)	(56)
282	Proceeds from partial disposal of subsidiary companies		2,201	–
–	Proceeds from issue of perpetual capital securities, net of transaction costs		–	4,442
–	Redemption of perpetual capital securities		–	(19,435)
–	Payments for buy-back and cancellation of issued shares		–	(131)
(1,567)	Dividends paid to ordinary shareholders		(12,225)	(11,341)
(886)	Dividends paid to non-controlling interests		(6,910)	(5,102)
(51)	Distribution paid on perpetual capital securities		(398)	(1,006)
(4,323)	<b>Cash flows used in financing activities</b>		(33,720)	(18,129)
(240)	Decrease in cash and cash equivalents		(1,869)	(21,474)
17,820	Cash and cash equivalents at 1 January		138,996	160,470
17,580	<b>Cash and cash equivalents at 31 December</b>		137,127	138,996

2019 # US\$ million		Note	2019 HK\$ million	2018 * HK\$ million
	<b>Analysis of cash, liquid funds and other listed investments</b>			
17,580	Cash and cash equivalents, as above		137,127	138,996
–	Less: cash and cash equivalents included in assets classified as held for sale	23	–	(3,585)
17,580	Cash and cash equivalents	21	137,127	135,411
990	Liquid funds and other listed investments	18	7,722	9,292
18,570	<b>Total cash, liquid funds and other listed investments</b>		<b>144,849</b>	144,703
44,550	Total principal amount of bank and other debts and unamortised fair value adjustments arising from acquisitions	24	347,497	352,668
94	Interest bearing loans from non-controlling shareholders	27	728	752
26,074	<b>Net debt</b>		<b>203,376</b>	208,717
(94)	Interest bearing loans from non-controlling shareholders		(728)	(752)
25,980	<b>Net debt (excluding interest bearing loans from non-controlling shareholders)</b>		<b>202,648</b>	207,965

# See note 46.

\* See note 41.