## Consolidated Statement of Cash Flows

for the year ended 31 December 2019

<table>
<thead>
<tr>
<th>Note</th>
<th>2019*</th>
<th>2018*</th>
</tr>
</thead>
<tbody>
<tr>
<td>2019* US$ million</td>
<td>HK$ million</td>
<td>HK$ million</td>
</tr>
<tr>
<td><strong>Operating activities</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Cash generated from operating activities before interest expenses and other finance costs, tax paid and changes in working capital</td>
<td>(a)</td>
<td>95,291</td>
</tr>
<tr>
<td>Interest expenses and other finance costs paid (net of capitalisation)</td>
<td>(a)</td>
<td>(14,621)</td>
</tr>
<tr>
<td>Tax paid</td>
<td>(a)</td>
<td>(5,823)</td>
</tr>
<tr>
<td><strong>Funds from operations (before payment of lease liabilities)</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Changes in working capital</td>
<td>(b)</td>
<td>74,847</td>
</tr>
<tr>
<td><strong>Net cash from operating activities</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td><strong>Investing activities</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Purchase of fixed assets</td>
<td>(32(a))</td>
<td>(32,190)</td>
</tr>
<tr>
<td>Additions to telecommunications licences</td>
<td>(b)</td>
<td>(1,286)</td>
</tr>
<tr>
<td>Additions to brand names and other rights</td>
<td>(c)</td>
<td>(2,817)</td>
</tr>
<tr>
<td>Purchase of subsidiary companies, net of cash acquired</td>
<td>(d)</td>
<td>(30)</td>
</tr>
<tr>
<td>Additions to other unlisted investments</td>
<td>(e)</td>
<td>(17)</td>
</tr>
<tr>
<td>Repayments of loans from associated companies and joint ventures</td>
<td>(f)</td>
<td>641</td>
</tr>
<tr>
<td>Purchase of and advances to associated companies and joint ventures</td>
<td>(g)</td>
<td>2,388</td>
</tr>
<tr>
<td>Proceeds from disposal of fixed assets</td>
<td>(h)</td>
<td>150</td>
</tr>
<tr>
<td>Proceeds from disposal of subsidiary companies, net of cash disposed</td>
<td>(i)</td>
<td>1,522</td>
</tr>
<tr>
<td>Cash disposed arising from de-consolidation of subsidiaries classified as held for sale</td>
<td>(j)</td>
<td>(2,429)</td>
</tr>
<tr>
<td>Proceeds from partial disposal / disposal of associated companies and joint ventures</td>
<td>(k)</td>
<td>2,388</td>
</tr>
<tr>
<td>Proceeds from disposal of other unlisted investments</td>
<td>(l)</td>
<td>130</td>
</tr>
<tr>
<td><strong>Cash flows used in investing activities before additions to / disposal of liquid funds and other listed investments</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td><strong>Disposal of liquid funds and other listed investments</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td><strong>Additions to liquid funds and other listed investments</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td><strong>Net cash used in investing activities</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td><strong>Financing activities</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>New borrowings</td>
<td>(32(e))</td>
<td>211,526</td>
</tr>
<tr>
<td>Repayment of borrowings</td>
<td>(32(e))</td>
<td>(211,455)</td>
</tr>
<tr>
<td>Payment of lease liabilities</td>
<td>(32(e))</td>
<td>(15,969)</td>
</tr>
<tr>
<td>Net loans to non-controlling shareholders</td>
<td>(32(e))</td>
<td>(2)</td>
</tr>
<tr>
<td>Consideration received from the economic benefits agreements (see note 29(b))</td>
<td>(32(e))</td>
<td>–</td>
</tr>
<tr>
<td>Issue of equity securities by subsidiary companies to non-controlling shareholders / capital redemption by non-controlling shareholders</td>
<td>(32(e))</td>
<td>(10)</td>
</tr>
<tr>
<td>Payments to acquire additional interests in subsidiary companies</td>
<td>(32(e))</td>
<td>(478)</td>
</tr>
<tr>
<td>Proceeds from partial disposal of subsidiary companies</td>
<td>(32(e))</td>
<td>2,201</td>
</tr>
<tr>
<td>Proceeds from issue of perpetual capital securities, net of transaction costs</td>
<td>(32(e))</td>
<td>–</td>
</tr>
<tr>
<td>Redemption of perpetual capital securities</td>
<td>(32(e))</td>
<td>–</td>
</tr>
<tr>
<td>Payments for buy-back and cancellation of issued shares</td>
<td>(32(e))</td>
<td>–</td>
</tr>
<tr>
<td>Dividends paid to ordinary shareholders</td>
<td>(32(e))</td>
<td>(12,225)</td>
</tr>
<tr>
<td>Dividends paid to non-controlling interests</td>
<td>(32(e))</td>
<td>(6,910)</td>
</tr>
<tr>
<td>Distribution paid on perpetual capital securities</td>
<td>(32(e))</td>
<td>(398)</td>
</tr>
<tr>
<td><strong>Cash flows used in financing activities</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Decrease in cash and cash equivalents</td>
<td>(32(e))</td>
<td>(1,869)</td>
</tr>
<tr>
<td>Cash and cash equivalents at 1 January</td>
<td>(32(e))</td>
<td>138,996</td>
</tr>
<tr>
<td>Cash and cash equivalents at 31 December</td>
<td>(32(e))</td>
<td>137,127</td>
</tr>
</tbody>
</table>
### Analysis of cash, liquid funds and other listed investments

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

# See note 46.

* See note 41.