

# CONSOLIDATED STATEMENT OF CASH FLOWS

in HK\$ million	Note	Six months ended 30 June 2023 (Unaudited)	Six months ended 30 June 2022 (Unaudited)
<b>Cash flows from operating activities</b>			
Cash generated from operations	28	6,094	4,617
Purchase of tax reserve certificates		(57)	(57)
Current tax paid			
– Hong Kong Profits Tax paid		(1,949)	(488)
– Tax paid outside Hong Kong		(218)	(297)
<b>Net cash generated from operating activities</b>		<b>3,870</b>	<b>3,775</b>
<b>Cash flows from investing activities</b>			
Capital expenditure			
– Purchase of assets for Hong Kong transport and related operations		(3,744)	(2,928)
– Hong Kong railway extension projects		(770)	(641)
– Shenzhen Metro Line 13 Project		(109)	(97)
– Investment property projects and fitting out work		(512)	(288)
– Other capital projects		(65)	(99)
		<b>(5,200)</b>	<b>(4,053)</b>
Variable annual payment		(323)	(260)
Receipts in respect of property development		5,043	11,520
Payments in respect of property development		(510)	(368)
Increase in bank deposits with more than three months to maturity when placed or pledged, and structured bank deposits		(346)	(4,676)
Investments in associates and joint ventures		(21)	(406)
Dividends and distribution received from associates		204	195
Others		22	(6)
<b>Net cash (used in)/generated from investing activities</b>		<b>(1,131)</b>	<b>1,946</b>
<b>Cash flows from financing activities</b>			
Purchase of shares for Executive Share Incentive Scheme		(91)	(109)
Proceeds from loans and capital market instruments		46,041	8,939
Repayment of loans and capital market instruments		(40,124)	(12,857)
Interest and finance charges paid		(826)	(447)
Interest received		263	104
Capital element of lease rentals paid		(131)	(101)
Dividend paid to holders of non-controlling interests		(285)	–
<b>Net cash generated from/(used in) financing activities</b>		<b>4,847</b>	<b>(4,471)</b>
Net increase in cash and cash equivalents		7,586	1,250
Cash and cash equivalents at 1 January		10,241	10,752
Effect of exchange rate changes		(110)	(475)
Cash and cash equivalents at 30 June		<b>17,717</b>	<b>11,527</b>
<b>Analysis of the balances of cash and cash equivalents</b>			
Cash, bank balances and deposits on the consolidated statement of financial position		23,956	26,439
Bank deposits with more than three months to maturity when placed or pledged		(5,156)	(14,894)
Structured bank deposits		(1,083)	–
Bank overdrafts		–	(18)
Cash and cash equivalents in the consolidated statement of cash flows		<b>17,717</b>	<b>11,527</b>

The notes on pages 50 to 74 form part of this interim financial report.