

# Consolidated Cash Flow Statement

For the year ended 31st December, 2005



Regal Hotels  
International  
Holdings Limited

	Notes	2005 HK\$'million	2004 HK\$'million
Net cash inflow from operating activities	34(a)	455.9	409.2
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Proceeds from disposal of long term investments		–	0.2
Proceeds from disposal of equity investments at fair value through profit or loss		24.6	–
Disposal of subsidiary companies	34(c)	(2.1)	–
Purchases of items of property, plant and equipment		(70.5)	(51.1)
Purchases of equity investments at fair value through profit or loss		(30.9)	–
Acquisition of an associate		(0.2)	–
Advance to associates		(0.1)	(0.7)
Repayment from/(Advance to) a jointly controlled entity		168.4	(407.1)
Interest received		3.9	0.4
Dividends received from listed investments		4.0	–
Decrease in pledged time deposits		5.0	20.9
Net cash inflow/(outflow) from investing activities		102.1	(437.4)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Proceeds from exercise of warrants	31	29.7	–
Repurchase and cancellation of ordinary shares	31	(44.1)	–
Proceeds from issue of convertible bonds		–	230.0
Drawdown of a new loan		780.0	4,750.0
Repayments of bank loans and other loans		(1,061.3)	(4,428.0)
Advance from a minority shareholder of a subsidiary company		0.8	0.2
Interest paid		(187.1)	(101.2)
Payment of deferred expenditure		–	(75.4)
Dividends paid		(63.1)	–
Net cash inflow/(outflow) from financing activities		(545.1)	375.6
Net increase in cash and cash equivalents		12.9	347.4
Cash and cash equivalents at beginning of year		370.5	23.2
Effect of foreign exchange rate changes, net		–	(0.1)
Cash and cash equivalents at end of year		383.4	370.5
<b>Analysis of balances of cash and cash equivalents</b>			
Cash and bank balances		26.9	22.2
Non-pledged time deposits with original maturity of less than three months when acquired		356.5	348.3
		383.4	370.5