

Consolidated Statement of Cash Flows

For the year ended December 31, 2016

	2016 US\$'000	2015 US\$'000
Operating Activities		
Profit before taxation	440,029	386,957
Adjustments for:		
Amortisation/write-off of intangible assets	90,544	81,898
Amortisation of lease prepayments	744	739
Depreciation on property, plant and equipment	101,342	90,785
Employee share-based expense	9,448	3,546
Fair value gain on interest rate swap	(660)	(1,287)
Fair value loss (gain) on foreign currency forward contracts	21,115	(7,858)
Fair value loss on held-for-trading investments	139	38
Fair value loss on derivative financial instruments	558	1,091
Finance costs	21,793	23,435
Impairment loss on trade receivables	11,712	11,311
Interest income	(11,653)	(10,577)
Loss on disposal of property, plant and equipment	12,902	8,778
Loss on disposal of held-for-trading investments	49	—
Reversal of impairment loss on trade receivables	(4,544)	(2,697)
Write down of inventories	13,836	20,112
Operating cash flows before movements in working capital	707,354	606,271
Increase in inventories	(144,774)	(181,617)
Increase in trade and other receivables, deposits and prepayments	(105,610)	(89,633)
Decrease in bills receivable	16,087	4,323
(Increase) decrease in trade receivables from an associate	(859)	1,330
Increase in trade and other payables	164,456	60,729
Increase (decrease) in bills payable	16,697	(9,405)
Increase in warranty provision	6,517	11,497
Decrease in retirement benefit obligations	(1,718)	(4,138)
Net payment for purchase of shares for share award scheme	(9,309)	(7,626)
Cash generated from operations	648,841	391,731
Interest paid	(21,793)	(23,435)
Hong Kong Profits Tax paid	(4,174)	(2,802)
Overseas tax paid	(53,994)	(42,625)
Hong Kong Profits Tax refunded	—	111
Overseas tax refunded	14,694	12,249
Net Cash from Operating Activities	583,574	335,229

	2016 US\$'000	2015 US\$'000
Investing Activities		
Acquisition of subsidiaries / a business	—	(71,002)
Additions to intangible assets	(116,277)	(106,790)
Interest received	11,653	10,577
Proceeds from disposal of held-for-trading investment	928	—
Proceeds from disposal of property, plant and equipment	975	6,161
Purchase of property, plant and equipment	(186,604)	(159,774)
Repayment (advance to) from associates	2,921	(73)
Net Cash used in Investing Activities	(286,404)	(320,901)
Financing Activities		
Increase in discounted bills with recourse	16,268	5,569
Dividends paid	(102,121)	(82,525)
New bank loans obtained	1,668,892	2,404,699
Proceeds from issue of shares	1,704	2,558
Repayment of bank loans	(1,819,587)	(2,234,726)
Repayment of obligations under finance leases	(2,653)	(2,735)
Buy-back of shares	(5,425)	—
Net Cash (used in) from Financing Activities	(242,922)	92,840
Net Increase in Cash and Cash Equivalents	54,248	107,168
Cash and Cash Equivalents at Beginning of the Year	770,771	687,776
Effect of Foreign Exchange Rate Changes	(21,934)	(24,173)
Cash and Cash Equivalents at End of the Year	803,085	770,771
Analysis of the Balances of Cash and Cash Equivalents		
Represented by:		
Bank balances, deposits and cash	804,741	774,608
Bank overdrafts	(1,656)	(3,837)
	803,085	770,771