



CONSOLIDATED STATEMENT OF CASH FLOWS

YEAR ENDED 31 DECEMBER 2016

	Group	
	2016	2015
	\$'000	\$'000
Cash flows from operating activities		
Profit/(loss) for the year	75,160	(299,966)
Adjustments for:		
Finance income	(7,922)	(10,813)
Finance costs	88,651	46,775
Investment income	–	(557)
Depreciation of property, plant and equipment	140,591	125,731
Amortisation of intangible assets	18,354	6,007
Share of results of associates and joint ventures, net of tax	35,134	173,499
Gain on disposal of property, plant and equipment, net	(28)	(426)
Gain on disposal of an investment in a joint venture	(186)	–
Gain on deemed disposal of available-for-sale financial asset	(4,243)	–
Negative goodwill	(2,600)	–
Fair value adjustment on hedging instruments	(1,435)	29,409
Fair value gain on firm commitments under fair value hedge	(4,146)	–
Net change in fair value of financial assets measured through profit or loss	–	1,653
Impairment losses on available-for-sale financial assets	21,232	17,055
Impairment losses on investment in associates	2,120	–
Share-based payment expenses	4,279	7,011
Impairment losses on property, plant and equipment	–	1,400
Property, plant and equipment written off	45	14
Inventories (written back)/written down, net	(1,162)	85,518
Provision for foreseeable losses on contracts work-in-progress	–	277,961
Allowance for doubtful debts and bad debts, net	5,231	153,856
Tax expense/(credit)	15,360	(77,637)
Operating profit before working capital changes	384,435	536,490
Changes in working capital:		
Inventories and work-in-progress	672,680	(1,908,412)
Trade and other receivables	101,284	(288,254)
Trade and other payables	(489,553)	793,330
Cash generated from/(used in) operations	668,846	(866,846)
Investment and interest income received	7,867	11,498
Interest paid	(80,244)	(29,824)
Tax paid	(27,956)	(103,927)
Net cash generated from/(used in) operating activities	568,513	(989,099)
Cash flows from investing activities		
Purchase of property, plant and equipment (Note (a))	(421,388)	(932,829)
Proceeds from sale of property, plant and equipment	103	647
Acquisition of subsidiaries, net of cash acquired (Note 36)	(66,392)	–
Acquisition of a joint venture	(3,258)	–
Acquisition of other financial assets	–	(15)
Proceeds from disposal of a joint venture	450	–
Net cash used in investing activities	(490,485)	(932,197)

The accompanying notes form an integral part of these financial statements.

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YEAR ENDED 31 DECEMBER 2016

	Group	
	2016	2015
	\$'000	\$'000
Cash flows from financing activities		
Proceeds from borrowings	1,604,908	2,052,674
Repayment of borrowings	(836,847)	(309,138)
Proceeds from share options exercised	–	879
Purchase of treasury shares	(2,990)	(12,293)
Acquisition of non-controlling interests	(157,011)	–
Dividends paid to owners of the Company	(73,140)	(250,665)
Dividends paid to non-controlling interests of subsidiaries	(558)	(14,558)
Capital contribution by non-controlling interests	–	157
Unclaimed dividends	12	29
Net cash generated from financing activities	534,374	1,467,085
Net increase/(decrease) in cash and cash equivalents	612,402	(454,211)
Cash and cash equivalents at beginning of the year	627,282	1,076,783
Effect of exchange rate changes on balances held in foreign currencies	(22,713)	4,710
Cash and cash equivalents at end of the year (Note 15)	1,216,971	627,282

- (a) During the year, purchase of property, plant and equipment includes payment of \$1.5 million on prior year's accrued capital expenditure for the Brazil new yard (2015: includes payment of \$27.9 million on 2014's accrued capital expenditure for the Brazil new yard).