

Consolidated Statement of Cash Flows

For the year ended December 31, 2020

	2020 US\$'000	2019 US\$'000
Operating Activities		
Profit before taxation	861,254	661,286
Adjustments for:		
Amortization/write-off of intangible assets	161,217	113,101
Depreciation of right of use assets	77,038	67,719
Depreciation on property, plant and equipment	165,893	144,663
Share-based payments expense	17,778	6,792
Fair value loss on foreign currency forward contracts and cross-currency interest rate swaps	3,750	13,432
Fair value loss on listed equity securities	8,061	8,231
Fair value gain on club membership debentures	—	(145)
Fair value loss on acquisition right of certain property, plant and equipment	435	512
Finance costs	44,222	52,323
Gain on early termination of leases	(31)	(3,500)
Goodwill written off	3,861	—
Impairment loss on trade receivables under expected credit loss model	22,489	1,321
Interest income	(36,787)	(40,215)
Loss on disposal of property, plant and equipment	62,436	6,330
Share of results of associates	(432)	(119)
Write down of inventories	32,139	34,455
Operating cash flows before movements in working capital	1,423,323	1,066,186
Increase in inventories	(1,117,840)	(383,721)
Increase in trade and other receivables, deposits and prepayments	(120,690)	(147,290)
Decrease (increase) in right to returned goods assets	6,076	(1,337)
Increase in bills receivable	(1,584)	(1,019)
Decrease (increase) in trade receivables from associates	3,908	(3,701)
Increase in trade and other payables	1,098,206	257,994
(Decrease) increase in refund liabilities from right of return	(9,761)	3,207
Increase in bills payable	15,621	5,006
Increase in warranty provision	37,673	9,900
(Decrease) increase in retirement benefit obligations	(54,356)	14,411
Net payment for purchase of shares for share award scheme	(23,057)	(8,477)
Cash generated from operations	1,257,519	811,159
Interest paid	(44,222)	(52,323)
Hong Kong Profits Tax paid	(6,413)	(3,568)
Overseas tax paid	(53,757)	(35,072)
Hong Kong Profits Tax refunded	102	965
Overseas tax refunded	5,836	3,112
Net Cash from Operating Activities	1,159,065	724,273

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For the year ended December 31, 2020

	2020 US\$'000	2019 US\$'000
Investing Activities		
Additions to intangible assets	(158,186)	(158,971)
Interest received	36,787	40,215
(Payment for) proceeds from early termination of leases	(38)	25
Proceeds from disposal of property, plant and equipment	2,078	7,154
Purchase of club membership debenture	(752)	—
Purchase of listed equity securities	(1,227)	—
Purchase of property, plant and equipment	(458,928)	(456,608)
Purchase of unlisted equity securities	—	(301)
Net Cash used in Investing Activities	(580,266)	(568,486)
Financing Activities		
Decrease in discounted bills with recourse	(7,653)	(234,271)
Dividends paid	(261,637)	(223,594)
New bank loans obtained	3,693,536	4,041,720
Proceeds from issue of shares	8,594	5,938
Repayment of bank loans	(3,855,110)	(3,350,154)
Repayment of lease liabilities	(75,823)	(64,230)
Payment on repurchase and cancellation of shares	—	(12,644)
Net Cash (used in) from Financing Activities	(498,093)	162,765
Net Increase in Cash and Cash Equivalents	80,706	318,552
Cash and Cash Equivalents at Beginning of the Year	1,411,821	1,103,880
Effect of Foreign Exchange Rate Changes	41,349	(10,611)
Cash and Cash Equivalents at End of the Year	1,533,876	1,411,821
Analysis of the Balances of Cash and Cash Equivalents		
Represented by:		
Bank balances, deposits and cash	1,533,876	1,411,821
	1,533,876	1,411,821