

Consolidated Cash Flow Statement

for the year ended 31 December 2005

	2005 RMB'000	2004 RMB'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax	916,985	755,455
Adjustments for:		
Depreciation	165,350	158,834
Interest expenses	10,274	12,704
Interest income	(3,381)	(8,377)
Loss on disposal of property, plant and equipment	3,218	8,388
Gain on deemed disposal of associates	(78,376)	—
Share of profits of associates	(95,461)	(21,838)
Operating profit before working capital changes	918,609	905,166
(Increase)/decrease in inventories	(586,952)	46,909
Decrease in trade debtors	64,923	418,595
Decrease/(increase) in deposits, prepayments and other receivables	21,267	(14,734)
(Decrease)/increase in trade creditors	(40,641)	41,255
Increase/(decrease) in accruals and other creditors	126,640	(29,746)
Cash generated from operations	503,846	1,367,445
Interest paid	(10,274)	(12,704)
Interest received	3,381	8,377
Tax paid	(165,634)	(135,243)
Net cash generated from operating activities	331,319	1,227,875
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(790,991)	(310,685)
Proceeds from disposal of property, plant and equipment	56	3,278
Deposits paid for acquisition of property, plant and equipment	(8,055)	(33,775)
Decrease in time deposits with original maturity of more than three months when acquired	72,500	522,940
Acquisition of associates	—	(223,401)
Net cash used in investing activities	(726,490)	(41,643)
CASH FLOWS FROM FINANCING ACTIVITIES		
Drawdown of bank loans	180,000	180,000
Repayment of bank loans	(180,000)	(200,000)
Dividends paid	(441,162)	(201,732)
Repurchase of shares	(12,827)	—
Net cash used in financing activities	(453,989)	(221,732)
NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS	(849,160)	964,500
Cash and cash equivalents at beginning of year	1,176,918	212,418
CASH AND CASH EQUIVALENTS AT END OF YEAR	327,758	1,176,918
ANALYSIS OF BALANCES OF CASH AND CASH EQUIVALENTS		
Cash and bank balances	327,758	1,249,418
Time deposits with original maturity of more than three months when acquired	—	(72,500)
	327,758	1,176,918