CONSOLIDATED CASH FLOW STATEMENT_____ For the year ended 31 December 2001 (Expressed in Renminbi)

Net cash outflow from operating activities(a)(103,946)(47,598)Returns on investments and servicing of finance Interest revied3,180697Interest revied(22,810)(1,553)Net cash outflow from returns on investments and servicing of finance(19,630)(856)Taxation PRC income tax paid(4,019)(1,110)Tax paid(4,019)(1,110)Investing activities Deposits with banks maturing after three months(44,372)-Proceeds from sales of fixed assets Payment for purchase of fixed assets sets in filows in respect of purchase of subsidiaries(13,450-Payment for purchase of associates(23,859)(676)-Net cash outflow from investing activities(23,859)(676)-Net cash outflow from investing activities(13,47353,500-Payment for purchase of associates(200,220)(53,378)-Net cash outflow before financing(200,220)(53,378)-Proceeds from issue of share capital shareholders(537)Payment for minority shareholders(549)Capital contribution from minority shareholders(549)Net cash inflow from financing(22,270)(60,452)-Increase in cash and cash equivalents22,7507,074-Cash and cash equivalents17,90910,835		Notes	2001 RMB'000	2000 RMB'000
Interest received Interest paid3,180697 (22,810)Net cash outflow from returns on investments and servicing of finance(19,630)(856)Taxation PRC income tax paid(4,019)(1,110)Tax paid(4,019)(1,110)Investing activities Deposits with banks maturing after three months(44,372)-Proceeds from also sol fixed assets 	Net cash outflow from operating activities	(a)	(103,946)	(47,598)
Interest paid(22,810)(1,553)Net cash outflow from returns on investments and servicing of finance(19,630)(856)Taxation PRC income tax paid(4,019)(1,110)Investing activities Deposits with banks maturing after three months(4,019)(1,110)Investing activities Proceeds from disposal of subsidiaries roceads from disposal of subsidiaries subsidiaries(d)51,450Payment for purchase of fixed assets(d)51,450-Payment for purchase of construction in progress(23,859)(676)Net cash inflows in respect of purchase of subsidiaries(23,859)(676)Net cash outflow from investing activities(72,625)(3,814)Net cash outflow from investing activities(72,625)(3,814)Net cash outflow from investing activities(537)(12,306)Proceeds from issue of share capital Share issue expenses(539)-Capital contribution from minority shareholders(549)-Capital contribution from minority shareholders(549)-New bank loans(5400)90Loan from ultimate holding company (52,000)(52,000)(10,832)Net cash inflow from financing(22,750)7,074Increase in cash and cash equivalents22,7507,074Cash and cash equivalents at 1 January17,90910,835				
investments and servicing of finance(19,630)(856)Taxation PRC income tax paid(4,019)(1,110)Tax paid(4,019)(1,110)Investing activities Deposits with banks maturing after three months(44,372)-Proceeds from disposal of subsidiaries Payment for purchase of fixed assets19278Proceeds from disposal of subsidiaries (44,059)(1,415)-Payment for purchase of construction in progress(23,859)(676)Net cash inflows in respect of purchase of subsidiaries(23,859)(676)Net cash outflow from investing activities(72,625)(3,814)Net cash outflow before financing(200,220)(53,378)Financing Proceeds from issue of share capital Share issue expenses(537)(12,306)Proceeds from issue of share capital Share issue expenses5,809-Capital contribution from minority shareholders6,00090Loan from ultimate holding company26,671-Other new loan Repayment of bank loans22,97060,452Increase in cash and cash equivalents22,7507,074Cash and cash equivalents at 1 January17,9090,835				
PRC income tax paid(4,019)(1,110)Tax paid(4,019)(1,110)Investing activities Deposits with banks maturing after three months(44,019)(1,110)Investing activities Deposits with banks maturing after three months(44,372) 19-Proceeds from sales of fixed assets Payment for purchase of construction in progress subsidiaries (c)(1,450) 14,450 19-Payment for purchase of construction in progress subsidiaries (c)(2,3859)(676) (676)Net cash inflows in respect of purchase of subsidiaries (c)(2,00,220)(5,3,378)Financing Proceeds from issue of share capital Share issue expenses Proceeds from issue of warrants Share issue expenses(600 (549) 10-Financing Capital contribution from minority shareholders Loan from ultimate holding company Other new loan Repayment of bank loans6,000 (52,000)90 (10,832)Net cash inflow from financing(222,970 (0,452)60,452 (7,074Increase in cash and cash equivalents at a lanuary222,970 (10,835)10,835			(19,630)	(856)
Tax paid(4,019)(1,110)Investing activities Deposits with banks maturing after three months(44,372)Proceeds from sales of fixed assets19278Proceeds from soles of fixed assets(d)51,450-Payment for purchase of construction in progress(d,059)(3,416)Payment for purchase of construction in progress(c)4,412-Payment for purchase of associates(c)4,412-Net cash outflow from investing activities(72,625)(3,814)Net cash outflow before financing(e)113,47353,500Financing Proceeds from issue of share capital Share issue expenses5,809-Proceeds from ultimate holding company capital contribution from minority shareholders6,00090Loan from ultimate holding company Company26,671-Other new loan Repayment of bank loans74,103-Net cash inflow from financing222,97060,452Increase in cash and cash equivalents22,7507,074Cash and cash equivalents at 1 January17,90910,835			(4.010)	(1.110)
Investing activities Deposits with banks maturing after three months(44,372)-Proceeds from sales of fixed assets19278Proceeds from sales of fixed assets(d)51,450-Payment for purchase of fixed assets(d)51,450-Payment for purchase of construction in progress(23,859)(3,416)Payment for purchase of associates(c)4,412-Payment for purchase of associates(56,216)-Net cash outflow from investing activities(72,625)(3,814)Net cash outflow before financing(200,220)(53,378)Financing Proceeds from issue of share capital Share issue expenses(537)(12,306)Proceeds from issue of warrants(549)-Capital contribution from minority shareholders6,00090Loan from ultimate holding company26,671-Other new loan New bank loans222,97060,452Increase in cash and cash equivalents22,7507,074Cash and cash equivalents at 1 January17,90910,835			(4,019)	(1,110)
Deposits with banks maturing after three months(44,372)-Proceeds from sales of fixed assets19278Proceeds from disposal of subsidiaries(d)51,450-Payment for purchase of fixed assets(4,059)(3,416)Payment for purchase of construction in progress(23,859)(676)Net cash inflows in respect of purchase of subsidiaries(c)4,412-Payment for purchase of associates(220,220).(53,378)Net cash outflow from investing activities(220,220).(53,378)Financing Proceeds from issue of share capital Share issue expenses(537)(12,306)Proceeds from issue of warrants5,809-Warrants issue expenses(549)-Capital contribution from minority shareholders50,00090Loan from ultimate holding company50,00030,000Repayment of bank loans50,00030,000Repayment of bank loans22,7507,074Cash and cash equivalents22,7507,074	Tax paid		(4,019)	(1,110)
months(44,372)-Proceeds from sales of fixed assets19278Proceeds from disposal of subsidiaries(d)51,450-Payment for purchase of fixed assets(4,059)(3,416)Payment for purchase of construction in progress(23,859)(676)Net cash inflows in respect of purchase of subsidiaries(c)4,412-Payment for purchase of associates(f2,6216)Net cash outflow from investing activities(f72,625)(3,814)Net cash outflow before financing(200,220)(53,378)Financing Proceeds from issue of share capital(f337)(12,306)Share issue expenses(549)-Capital contribution from minority shareholders6,00090Loan from ultimate holding company26,671-Other new Ioan74,103-New bank Ioans50,00030,000Repayment of bank Ioans22,27060,452Increase in cash and cash equivalents22,7507,074Cash and cash equivalents at 1 January17,90910,835				
Proceeds from sales of fixed assets19278Proceeds from disposal of subsidiaries(d)51,450-Payment for purchase of fixed assets(4,059)(3,416)Payment for purchase of construction in progress(23,859)(676)Net cash inflows in respect of purchase of subsidiaries(c)4,412-Payment for purchase of associates(c)4,412-Net cash outflow from investing activities(72,625)(3,814)Net cash outflow before financing(e)113,47353,500Financing Proceeds from issue of share capital Share issue expenses(537)(12,306)Proceeds from issue of share capital Shareholders5,809-Capital contribution from minority shareholders6,00090Loan from ultimate holding company26,671-Other new loan Repayment of bank loans50,00030,000Repayment of bank loans222,97060,452Increase in cash and cash equivalents22,7507,074Cash and cash equivalents at 1 January17,90910,835			(44,372)	_
Payment for purchase of fixed assets(4,059)(3,416)Payment for purchase of construction in progress(23,859)(676)Net cash inflows in respect of purchase of subsidiaries(23,859)(676)Net cash outflow from investing activities(20,220)(3,814)Net cash outflow before financing(200,220)(53,378)Financing Proceeds from issue of share capital(200,220)(53,378)Financing ceeds from issue of share capital(113,473)53,500Share issue expenses(537)(12,306)Proceeds from issue of warrants5,809-Warrants issue expenses(549)-Capital contribution from minority shareholders6,00090Loan from ultimate holding company26,671-Other new loan74,103-New bank loans50,00030,000Repayment of bank loans222,97060,452Increase in cash and cash equivalents22,7507,074Cash and cash equivalents at 1 January17,90910,835	Proceeds from sales of fixed assets		19	278
Payment for purchase of construction in progress(23,859)(676)Net cash inflows in respect of purchase of subsidiaries(c)4,412-Payment for purchase of associates(c)4,412-Net cash outflow from investing activities(72,625)(3,814)Net cash outflow before financing(200,220)(53,378)Financing Proceeds from issue of share capital(e)113,47353,500Share issue expenses(537)(12,306)Proceeds from issue of warrants5,809-Warrants issue expenses(549)-Capital contribution from minority shareholders6,00090Loan from ultimate holding company26,671-Other new loan New bank loans74,103-Net cash inflow from financing222,97060,452Increase in cash and cash equivalents22,7507,074Cash and cash equivalents at 1 January17,90910,835		(d)		(3,416)
Net cash inflows in respect of purchase of subsidiaries(c)4,412-Payment for purchase of associates(56,216)-Net cash outflow from investing activities(72,625)(3,814)Net cash outflow before financing(e)113,47353,500Financing Proceeds from issue of share capital Share issue expenses(e)113,47353,500Varrants Warrants issue expenses(537)(12,306)Proceeds from issue of warrants Warrants issue expenses6,00090Loan from ultimate holding company Other new loan Repayment of bank loans6,00090Loan from tinflow from financing222,97060,452Increase in cash and cash equivalents22,7507,074Cash and cash equivalents at 1 January17,90910,835	· · · · · · · · · · · · · · · · · · ·		(4,039)	(3,410)
subsidiaries(c)4,412-Payment for purchase of associates(56,216)-Net cash outflow from investing activities(72,625)(3,814)Net cash outflow before financing(200,220)(53,378)Financing(e)113,47353,500Proceeds from issue of share capital(537)(12,306)Share issue expenses(537)(12,306)Proceeds from issue of warrants5,809-Warrants issue expenses(549)-Capital contribution from minority shareholders6,00090Loan from ultimate holding company26,671-Other new loan50,00030,000Repayment of bank loans50,00030,000Repayment of bank loans222,97060,452Increase in cash and cash equivalents22,7507,074Cash and cash equivalents at 1 January17,90910,835	progress		(23,859)	(676)
Payment for purchase of associates(56,216)-Net cash outflow from investing activities(72,625)(3,814)Net cash outflow before financing(200,220)(53,378)Financing(e)113,47353,500Proceeds from issue of share capital(537)(12,306)Share issue expenses(537)(12,306)Proceeds from issue of warrants5,809-Warrants issue expenses(549)-Capital contribution from minority shareholders6,00090Loan from ultimate holding company26,671-Other new loan74,103-New bank loans50,00030,000Repayment of bank loans222,97060,452Increase in cash and cash equivalents22,7507,074Cash and cash equivalents at 1 January17,90910,835		(c)	4 412	_
Net cash outflow before financing(200,220)(53,378)Financing(e)113,47353,500Proceeds from issue of share capital(537)(12,306)Share issue expenses(537)(12,306)Proceeds from issue of warrants5,809-Warrants issue expenses(549)-Capital contribution from minority shareholders6,00090Loan from ultimate holding company26,671-Other new loan74,103-New bank loans50,00030,000Repayment of bank loans(52,000)(10,832)Net cash inflow from financing222,97060,452Increase in cash and cash equivalents22,7507,074Cash and cash equivalents at 1 January17,90910,835		(0)		_
Financing(e)Proceeds from issue of share capital113,47353,500Share issue expenses(537)(12,306)Proceeds from issue of warrants5,809-Warrants issue expenses(549)-Capital contribution from minority shareholders6,00090Loan from ultimate holding company26,671-Other new loan74,103-New bank loans50,00030,000Repayment of bank loans222,97060,452Increase in cash and cash equivalents22,7507,074Cash and cash equivalents at 1 January17,90910,835	Net cash outflow from investing activities		(72,625)	(3,814)
Proceeds from issue of share capital113,47353,500Share issue expenses(537)(12,306)Proceeds from issue of warrants5,809-Warrants issue expenses(549)-Capital contribution from minority shareholders6,00090Loan from ultimate holding company26,671-Other new loan74,103-New bank loans50,00030,000Repayment of bank loans(52,000)(10,832)Net cash inflow from financing222,97060,452Increase in cash and cash equivalents22,7507,074Cash and cash equivalents at 1 January17,90910,835	Net cash outflow before financing		(200,220)	(53,378)
Proceeds from issue of share capital113,47353,500Share issue expenses(537)(12,306)Proceeds from issue of warrants5,809-Warrants issue expenses(549)-Capital contribution from minority shareholders6,00090Loan from ultimate holding company26,671-Other new loan74,103-New bank loans50,00030,000Repayment of bank loans52,2000(10,832)Net cash inflow from financing222,97060,452Increase in cash and cash equivalents22,7507,074Cash and cash equivalents at 1 January17,90910,835	Financing	(e)		
Proceeds from issue of warrants5,809-Warrants issue expenses(549)-Capital contribution from minority shareholders6,00090Loan from ultimate holding company26,671-Other new loan74,103-New bank loans50,00030,000Repayment of bank loans50,00030,000Net cash inflow from financing222,97060,452Increase in cash and cash equivalents22,7507,074Cash and cash equivalents at 1 January17,90910,835	Proceeds from issue of share capital	· · /	-	
Warrants issue expenses(549)Capital contribution from minority shareholders6,00090Loan from ultimate holding company26,671-Other new loan74,103-New bank loans50,00030,000Repayment of bank loans50,00030,000Net cash inflow from financing222,97060,452Increase in cash and cash equivalents22,7507,074Cash and cash equivalents at 1 January17,90910,835			• •	(12,306)
Capital contribution from minority shareholders6,00090Loan from ultimate holding company26,671-Other new loan74,103-New bank loans50,00030,000Repayment of bank loans50,000(10,832)Net cash inflow from financing222,97060,452Increase in cash and cash equivalents22,7507,074Cash and cash equivalents at 1 January17,90910,835				_
Loan from ultimate holding company Other new loan26,671-Other new loan74,103-New bank loans50,00030,000Repayment of bank loans(10,832)Net cash inflow from financing222,97060,452Increase in cash and cash equivalents22,7507,074Cash and cash equivalents at 1 January17,90910,835				
Other new loan74,103-New bank loans50,00030,000Repayment of bank loans(10,832)Net cash inflow from financing222,97060,452Increase in cash and cash equivalents22,7507,074Cash and cash equivalents at 1 January17,90910,835				90
Repayment of bank loans(52,000)(10,832)Net cash inflow from financing222,97060,452Increase in cash and cash equivalents22,7507,074Cash and cash equivalents at 1 January17,90910,835				_
Net cash inflow from financing222,97060,452Increase in cash and cash equivalents22,7507,074Cash and cash equivalents at 1 January17,90910,835				
Increase in cash and cash equivalents22,7507,074Cash and cash equivalents at 1 January17,90910,835	Repayment of bank loans		(52,000)	(10,832)
Cash and cash equivalents at 1 January17,90910,835	Net cash inflow from financing		222,970	60,452
	Increase in cash and cash equivalents		22,750	7,074
Cash and cash equivalents at 31 December (f) 40,659 17,909	Cash and cash equivalents at 1 January		17,909	10,835
	Cash and cash equivalents at 31 December	(f)	40,659	17,909