

Cash flow statement (Supplementary Information) For the year ended 31st December, 2000

*(Prepared under PRC Accounting Rules and Regulations)
(Expressed in Thousand Renminbi)*

1st January, to
31st December, 2000

(a) Reconciliation of net profit to cash flow from operating activities:

Net profit		489,749
Add: Provision for bad debts		(660)
Inventory provision		21,000
Depreciation of fixed assets		330,191
Loss on disposals of fixed assets		131
Amortisation of intangible assets		9,710
Increase in inventories		(233,013)
Financial income		(40,150)
Increase in operating receivables		(367,825)
Increase in operating payables		574,094
Increase in VAT, net		107,003
 Net cash inflow arising from operating activities		 890,230

(b) Cash and cash equivalents

Cash and cash equivalents at the end of the year		1,627,239
Less: Cash and cash equivalents at the beginning of the year		995,815
 Net increase in cash and cash equivalents		 631,424

The notes on the accounts form part of these accounts