

CASH FLOWS STATEMENT (Under PRC GAAP)

	NOTES	Year ended 31st December, 2000 RMB
CASH FLOW FROM OPERATING ACTIVITIES		
Cash received from sales of goods and rendering of services		5,471,433,780
Taxes refunded		143,824,382
Other cash received relating to operating activities	36	137,529,989
SUB-TOTAL CASH INFLOW		<u>5,752,788,151</u>
Cash paid for goods and services		528,230,068
Cash paid to and on behalf of employees		496,584,496
Value added tax paid		472,608,574
Income taxes paid		459,895,866
Taxes paid other than value added tax and income tax		84,512,181
Other cash paid relating to operating activities	37	2,635,770,982
SUB-TOTAL CASH OUTFLOW		<u>4,677,602,167</u>
NET CASH FLOWS FROM OPERATING ACTIVITIES		<u>1,075,185,984</u>
CASH FLOW FROM INVESTING ACTIVITIES		
Net cash received from disposal of fixed asset, intangible assets and other non-current assets		12,736,286
SUB-TOTAL CASH INFLOW		<u>12,736,286</u>
Cash paid for purchases of fixed assets, intangible assets and other long-term assets		529,454,877
SUB-TOTAL CASH OUTFLOW		<u>529,454,877</u>
NET CASH FLOWS FROM INVESTING ACTIVITIES		<u>(516,718,591)</u>
Cash payments for distribution of dividends		231,400,000
SUB-TOTAL CASH OUTFLOW		<u>231,400,000</u>
NET CASH OUTFLOWS FROM CAPITAL RAISING ACTIVITIES		<u>(231,400,000)</u>
EFFECT OF FOREIGN EXCHANGE RATES CHANGES ON CASH		<u>-</u>
NET INCREASE IN CASH AND CASH EQUIVALENTS		<u><u>327,067,393</u></u>
Notes are an integral part of the financial statements.		

CASH FLOWS STATEMENT (Under PRC GAAP) (Cont'd)

	Year ended 31st December, 2000 RMB
NOTES	RMB
SUPPLEMENTAL INFORMATION:	
INVESTING AND FINANCING ACTIVITIES THAT DO NOT INVOLVE IN CASH RECEIPTS AND PAYMENTS	—
RECONCILIATION OF NET PROFIT TO NET CASH FLOWS FROM OPERATING ACTIVITIES	
Net profit	764,181,971
Add:	
Provision for bad debt or bad debt written off	(472,461)
Depreciation of fixed assets	507,989,738
Amortization of intangible assets and other assets	8,470,335
Losses on disposal of fixed assets, intangible assets and other long-term assets (or deduct: gains)	11,600,850
Decrease in deferred expenditures (or deduct: increase)	(77,130,490)
Decrease in inventories (or deduct: increase)	47,547,674
Decrease in operating receivables (or deduct: increase)	(263,664,230)
Increase in operating payables (or deduct: decrease)	76,662,597
Net cash flows from operating activities	1,075,185,984
Net increase in cash and cash equivalents:	
Cash at the end of the year	844,754,367
Less: Cash at the beginning of the year	517,686,974
Net increase in cash and cash equivalents	327,067,393

Notes are an integral part of the financial statements.