

Consolidated Cash Flow Statement

For the year ended 31 December, 2000
(All amounts expressed in thousands of Renminbi)

| | Note | 2000 | 1999 |
|---|-------|--------------------|-------------|
| | | RMB'000 | RMB'000 |
| Net cash inflow from operating activities | 30(a) | 14,436,053 | 8,171,747 |
| Returns on investments and servicing of finance | | | |
| Interest received | | 163,461 | 53,709 |
| Interest paid | | (501,383) | (704,826) |
| Dividends received | | 21,000 | - |
| Dividends paid | | (4,074,466) | - |
| | | (4,391,388) | (651,117) |
| Taxation | | | |
| PRC income tax paid | | (851,230) | (182,056) |
| Overseas income tax paid | | (28,850) | (15,454) |
| | | (880,080) | (197,510) |
| Investing activities | | | |
| Purchases of property, plant and equipment | | (4,403,968) | (4,069,690) |
| Proceeds from disposal of property, plant and equipment | | 27,148 | - |
| Increase in short-term investment | | (300,000) | - |
| Increase in time deposits with maturities of three months or more | | (3,424,512) | - |
| Decrease (Increase) in amount due from related companies | | 240,726 | (372,368) |
| | | (7,860,606) | (4,442,058) |
| Net cash inflow before financing | | 1,303,979 | 2,881,062 |
| Financing | | | |
| Proceeds from bank loans | 30(b) | 339,423 | 813,965 |
| Repayment of bank loans | 30(b) | (3,371,657) | (2,143,892) |
| Increase (Decrease) in amount due to parent company | 30(b) | 47,256 | (786,412) |
| (Decrease) Increase in amount due to related companies | 30(b) | (164,570) | 159,844 |
| Proceeds from Private Placements, net of expenses | 30(b) | 3,769,664 | - |
| Return of capital to CNOOC | 30(b) | - | (471,560) |
| | | 620,116 | (2,428,055) |
| Net increase in cash | | 1,924,095 | 453,007 |
| Cash at beginning of year | | 878,882 | 425,776 |
| Effect of exchange rate changes | 30(b) | (6,350) | 99 |
| Cash at end of year | | 2,796,627 | 878,882 |
| Analysis of the balances of cash: | | | |
| Cash on hand and bank deposits | | 2,796,627 | 878,882 |