

CASH FLOW STATEMENT

(Prepared in accordance with PRC Accounting Regulations)

For the year ended 31 December 2000

Monetary Unit: RMB Yuan

Items	Amount (consolidated)	Amount (parent)
I. Cash Flows from Operating Activities:		
Cash received from sales of goods or rendering of services	11,107,006,612.50	9,452,657,605.45
Rental received	509,210,079.83	500,735,635.25
Refund of other tax and levy other than value added tax	6,451,486.55	–
Other cash received relating to operating activities	558,355,361.42	555,592,282.59
Sub-total of cash inflows	12,181,023,540.30	10,508,985,523.29
Cash paid for goods and services	5,959,487,323.41	5,421,882,815.69
Cash paid for operating leases	1,264,652,370.40	644,998,122.08
Cash paid to and on behalf of employees	735,712,246.08	646,745,950.09
Value added tax on purchases paid	3,772,786.27	3,772,786.27
Income tax paid	30,294,010.68	3,133,238.82
Taxes paid other than value added tax and income tax	715,998,721.12	617,895,516.26
Other cash paid relating to operating activities	393,142,081.42	363,988,410.92
Sub-total of cash outflows	9,103,059,539.38	7,702,416,840.13
Net cash flows from operating activities	3,077,964,000.92	2,806,568,683.16
II. Cash Flows from Investing Activities:		
Cash received from return of investment	147,269,974.84	147,201,974.84
Cash received from distribution of dividends or profits	3,399,738.46	3,363,398.46
Cash received from bond interest income	–	–
Net cash received from disposal of fixed assets, intangible assets and other long-term assets	361,285,241.14	360,987,657.13
Cash received from trust investment	593,693,194.82	593,693,194.82
Other cash received relating to investing activities	88,556,215.31	88,556,215.31
Sub-total of cash inflows	1,194,204,364.57	1,193,802,440.56
Cash paid to acquire fixed assets, intangible assets, and intangible assets and other long-term assets	1,244,207,414.99	588,060,107.41
Cash paid to acquire equity investments	312,007,045.27	310,113,690.40
Cash paid to acquire debt Investments	–	–
Cash paid to trust investment	896,979,725.28	896,979,725.28
Other cash paid relating to investing activities	11,800,000.00	11,800,000.00
Sub-total of cash outflows	2,464,994,185.54	1,806,953,523.09
Net cash flows from investing activities	(1,270,789,820.97)	(613,151,082.53)
III. Cash Flows from Financing Activities:		
Proceeds from issuing shares	17,900,000.00	–
Proceeds from issuing bonds	–	–
Proceeds from borrowings	3,065,000,000.00	2,615,000,000.00
Other proceeds relating to financing activities	64,030,277.52	61,967,972.39
Sub-total of cash inflows	3,146,930,277.52	2,676,967,972.39
Cash repayments of amounts borrowed	2,270,556,000.00	2,220,556,000.00
Cash payments of expenses on any financing activities	–	–
Cash payments of interest expenses	981,098,395.81	975,627,883.31
Cash payments for finance leases	1,784,354,916.59	1,784,354,916.59
Other proceeds relating to financing activities	4,636,577.20	4,636,577.20
Sub-total of cash outflows	5,040,645,889.60	4,985,175,377.10
Net cash flows from financing activities	(1,893,715,612.08)	(2,308,207,404.71)
IV. Effect of Foreign Exchange Rate Changes on Cash	(153,514,692.45)	(151,531,626.15)
V. Net Increase in Cash and Cash Equivalents	(240,056,124.58)	(266,321,430.23)

Supplementary Data		Monetary Unit: RMB Yuan	
		Amount (consolidated)	Amount (parent)
1.	Investing and financing activities that do not involve in cash receipts and payments:		
	Payment of debts by the transfer of fixed assets	–	–
	Repayment of debts by the transfer of investments	–	–
	Investments in the form of fixed assets	–	–
	Repayments of debts by the transfer of inventories	–	–
	Fixed assets purchased under finance leasing	1,369,494,632.58	1,369,494,632.58
2.	Reconciliation of Net Profit to Cash Flows from Operating Activities:		
	Net profit	20,081,911.13	21,172,416.58
	Add: minority interest	62,374,925.33	–
	Add: Provision for bad debt or bad debt written off	13,384,100.45	6,589,251.26
	Allowance for Reduction of Inventory to Market	24,213,030.85	12,679,476.23
	Depreciation of fixed assets	1,877,599,572.25	1,824,932,114.95
	Amortisation of intangible assets and Long-term Preferred and deferred expenses	124,496,790.56	113,592,171.28
	Decrease of prepaid & deferred expense (deduct: increase)	(29,130,150.68)	(29,298,064.68)
	Losses on disposal of fixed assets, intangible assets and other long-term assets (or deduct: gains)	(248,748,149.45)	(258,760,296.88)
	Losses on shortage and scrapping of fixed assets	(139,600.00)	(139,600.00)
	Financial expenses	727,144,272.49	721,752,998.82
	Losses arising from investments (or deduct: gains)	(53,839,446.05)	(163,423,373.84)
	Deferred tax credit (or deduct: debit)	–	–
	Decrease in inventories (or deduct: increase)	(31,647,187.40)	(56,204,554.49)
	Decrease in operating receivables (or deduct: increase)	553,393,992.77	792,909,414.48
	Increase in operating payables (or deduct: decrease)	(141,766,322.37)	(307,283,873.38)
	Net increase of accrued expense (or deduct: decrease)	187,890,373.50	137,066,596.97
	Others	(7,344,112.46)	(9,015,994.14)
	Net cash flows from operation activities	3,077,964,000.92	2,806,568,683.16
3.	Net Increase in Cash and Cash Equivalents		
	Cash at the end of the period	2,635,403,137.13	2,205,675,857.61
	Less: cash at the beginning of the period	2,875,459,261.71	2,471,997,287.84
	Plus: cash equivalents at the end of the period		
	Less: cash equivalents at the beginning of the period		
	Net increase in cash and cash equivalents	(240,056,124.58)	(266,321,430.23)