

CONSOLIDATED STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED DECEMBER 31, 2001

(Amounts expressed in thousands of Renminbi)

	Note	2001	2000
Cash flows from operating activities			
Cash generated from operations	26(a)	736,856	500,837
Interest paid		-	(47)
Enterprise income tax paid		(131,748)	(86,676)
Net cash from operating activities		605,108	414,114
Cash flows from investing activities			
Purchases of property, plant, equipment and intangible assets		(252,123)	(64,132)
Increase in short-term bank deposits		(488,780)	(10,422)
Interest received		37,952	5,043
Dividends received from associated companies		1,322	154
Proceeds from disposal of property, plant and equipment		1,524	2,082
Increase in other long-term investment		(100,000)	-
Increase in other long-term assets		(8,465)	-
Net cash used in investing activities		(808,570)	(67,275)
Cash flows from financing activities			
Contribution from shareholders		1,258,156	239,770
Funds contributed by CAAC		-	280,000
Repayment of long-term bank loans		-	(800)
Additional contributions from minority shareholders of subsidiaries		980	11,141
Dividends paid to minority shareholders of subsidiaries		(3,585)	(2,480)
Distribution to CACI		-	(452,778)

Net cash provided by financing Activities		1,255,551	74,853
Net increase in cash and cash equivalents		1,052,089	421,692
Cash and cash equivalents, beginning of year		584,729	163,037
Cash and cash equivalents, end of year	26(b)	1,636,818	584,729

The accompanying notes are an integral part of these financial statements.