

**CONSOLIDATED CASH FLOW STATEMENT**

For the year ended 31 December, 2001

(All amounts expressed in thousands of Renminbi)

	Notes	2001	2000
<b>Net cash inflow from operating activities</b>	30(a)	<b>14,024,982</b>	14,429,703
<b>Returns on investments and servicing of finance</b>			
Interest received		<b>317,706</b>	163,461
Interest paid		<b>(124,422)</b>	(501,383)
Short-term investment income received		<b>53,641</b>	–
Dividends received		<b>99,000</b>	21,000
Dividends paid		<b>(4,268,517)</b>	(4,074,466)
		<b>(3,922,592)</b>	(4,391,388)
<b>Taxation</b>			
PRC income tax paid		<b>(2,584,451)</b>	(851,230)
Overseas tax paid		<b>(26,999)</b>	(28,850)
		<b>(2,611,450)</b>	(880,080)
<b>Investing activities</b>			
Purchases of property, plant and equipment		<b>(4,342,622)</b>	(4,403,968)
Proceeds from disposals of property, plant and equipment		<b>6,313</b>	27,148
Decrease (Increase) in time deposits with maturities over three months		<b>1,374,512</b>	(3,424,512)
Additions of short-term investments		<b>(8,699,312)</b>	(300,000)
Disposals of short-term investments		<b>308,506</b>	–
(Increase) decrease in due from related companies		<b>(13,831)</b>	240,726
		<b>(11,366,434)</b>	(7,860,606)
Net cash (outflow) inflow before financing		<b>(3,875,494)</b>	1,297,629
<b>Financing</b>	30(b)		
Proceeds from short-term bank loans		<b>2,500,000</b>	339,423
Repayment of bank loans		<b>(3,497,533)</b>	(3,371,657)
Net proceeds from Private Placements		<b>–</b>	3,769,664
Net proceeds from issue of ordinary shares		<b>10,101,564</b>	–
(Decrease) Increase in due to parent company		<b>(1,657,004)</b>	47,256
Increase (Decrease) in due to related companies		<b>25,564</b>	(164,570)
		<b>7,472,591</b>	620,116
Net increase in cash and cash equivalents		<b>3,597,097</b>	1,917,745
Cash and cash equivalents, beginning of year		<b>2,796,627</b>	878,882
Cash and cash equivalents, end of year		<b>6,393,724</b>	2,796,627

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