

CONSOLIDATED STATEMENT OF CASHFLOWS

FOR THE YEAR ENDED DECEMBER 31, 2002 (Amounts expressed in thousands of Renminbi)

	Note	2002	2001
Cash flows from operating activities			
Cash generated from operating activities	28	625,623	736,856
Enterprise income tax paid		(3,149)	(131,748)
Net cash provided by operating activities		622,474	605,108
Cash flows from investing activities			
Purchases of property, plant, equipment and intangible assets		(68,008)	(252,123)
Increase in short-term bank deposits		(23,305)	(488,780)
Interest income		—	37,952
Dividends received from associated companies		509	1,322
Proceeds from disposal of property, plant and equipment		1,027	1,524
Acquisition of short term investment		(2,000)	—
Increase in other long-term investment		—	(100,000)
Increase in other long-term assets		(2,868)	(8,465)
Net cash used in investing activities		(94,645)	(808,570)
Cash flows from financing activities			
Investment from shareholders		—	1,258,156
Investment from minority shareholders of subsidiaries		3,430	980
Dividend paid to group shareholders		(274,169)	—
Dividend paid to minority shareholders of subsidiaries		—	(3,585)
Disbursement for other financing activities		(486)	—
Net cash (used in)/provided by financing activities		(271,225)	1,255,551
Net increase in cash and cash equivalents		256,604	1,052,089
Cash and cash equivalents, beginning of year		1,636,818	584,729
Cash and cash equivalents, end of year	22	1,893,422	1,636,818

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