

# CONSOLIDATED CASH FLOW STATEMENT

For the year ended December 31, 2002

	(Note 1) Consolidated period from September 10, 2001 (date of incorporation) to December 31, 2001 RMB'000	(Note 1) Pro forma combined year ended December 31, 2001 RMB'000	
<b>Consolidated year ended December 31, 2002 RMB'000</b>			
Cash flow from operating activities			
Operating profit after finance costs	1,632,074	784,170	2,408,735
Net effect of reconciliation of profit for the period from July 1, 2001 to September 9, 2001 to net cash inflow from operating activities	—	712,751	—
Depreciation	1,981,537	580,737	1,797,225
Loss on disposal of fixed assets	7,270	13,617	34,922
Impairment loss on fixed assets	—	17,019	18,552
Amortization of intangible assets	44,119	10,738	17,079
Unrealized loss (gain) on short-term investments	786	1,108	(2,303)
Unrealized gain on future contracts	(13,180)	—	—
Loss on disposal of long-term investments	—	—	574
Interest waived	—	(103,000)	(103,265)
Interest income	(42,069)	(12,646)	(42,767)
Interest expense	490,614	170,684	549,410
Dividend income	(30)	(19)	(19)
Operating profit before working capital changes	4,101,121	2,175,159	4,678,143
Decrease/(increase) in inventories	484,783	(389,735)	(501,823)
Decrease/(increase) in accounts receivable and other receivables, including amounts due from related parties	783,735	(237,965)	(820,832)
(Decrease)/increase in accounts payable and other payables, including amounts due to related parties	(1,470,077)	250,705	(307,424)
Cash generated from operations	3,899,562	1,798,164	3,048,064
Interest paid	(904,489)	(45,084)	(523,445)
PRC income taxes paid	(323,314)	(251,642)	(484,470)
	(1,227,803)	(296,726)	(1,007,915)
Net cash inflow from operating activities	2,671,759	1,501,438	2,040,149

# CONSOLIDATED CASH FLOW STATEMENT (CONTINUED)

For the year ended December 31, 2002

	(Note 1)		(Note 1)
	Consolidated	Consolidated	Pro forma
	period from	September 10,	combined
	2001 (date of	incorporation)	year ended
	to December 31,	2001	December 31,
	2002	RMB'000	2001
Note	RMB'000	RMB'000	RMB'000
Investing activities			
Purchase of fixed assets, excluding interest capitalized	<b>(3,894,198)</b>	(1,599,249)	(2,944,541)
Sale of fixed assets	<b>29,296</b>	57,341	70,845
Purchase of intangible assets	<b>(19,840)</b>	—	—
Purchase of a subsidiary	—	(179,400)	(179,400)
Purchase of investments			
— Held-to-maturity debt securities	<b>(10,000)</b>	(1,402)	(1,402)
— Short-term listed investments	<b>(3,651)</b>	(1,847)	(1,847)
Sale of investments	<b>382</b>	830	8,986
Interest received	<b>42,069</b>	21,895	42,767
Dividend received from a jointly controlled entity	—	—	264
Dividends received from long-term investments	<b>30</b>	19	19
Net decrease in bank deposits with initial term of over three months	<b>75,100</b>	231,300	471,742
Net cash outflow from investing activities	<b>(3,780,812)</b>	(1,470,513)	(2,532,567)
Net cash (outflow)/inflow before financing	<b>(1,109,053)</b>	30,925	(492,418)
Financing activities <span style="float: right;">32</span>			
Issue of shares	<b>215,170</b>	3,441,674	3,441,674
Share issue expenses	<b>(10,415)</b>	(343,075)	(343,075)
Purchases of minority interests-partial payments	—	—	(489)
New loans borrowed	<b>6,764,405</b>	1,513,032	4,127,096
Repayment of amounts borrowed	<b>(7,721,284)</b>	(1,581,934)	(3,319,483)
	<b>(956,879)</b>	(68,902)	807,613
Decrease/(increase) in bank deposits pledged	<b>101,002</b>	162,450	(47,274)
Net distributions to owner	—	—	(750,362)
Profit distributed to owner	—	—	(62,237)
Dividend paid by a subsidiary to minority shareholders	<b>(39,493)</b>	—	(79,993)
Capital injection by minority shareholders	<b>600</b>	—	—
Dividend paid	<b>(178,498)</b>	—	—
Net cash (outflow)/inflow from financing activities	<b>(868,513)</b>	3,192,147	2,965,857

# CONSOLIDATED CASH FLOW STATEMENT (CONTINUED)

For the year ended December 31, 2002

	<b>Consolidated year ended December 31, 2002 RMB'000</b>	(Note 1) Consolidated period from September 10, 2001 (date of incorporation) to December 31, 2001 RMB'000	(Note 1) Pro forma combined year ended December 31, 2001 RMB'000
(Decrease)/increase in cash and cash equivalents	<b>(1,977,566)</b>	3,223,072	2,473,439
Cash and cash equivalents at beginning of the year/period	<b>4,273,651</b>	1,050,579	1,800,212
Cash and cash equivalents at end of the year/period	<b>2,296,085</b>	4,273,651	4,273,651
Analysis of balances of cash and cash equivalents:			
Bank balances and cash, not pledged	<b>2,296,085</b>	4,348,751	4,348,751
Less: Term deposits with initial term of over three months	—	(75,100)	(75,100)
	<b>2,296,085</b>	4,273,651	4,273,651