

Notes to the Consolidated Cash Flow Statement

*For the year ended 31 December 2002
(Prepared under International Financial Reporting Standards)
(Amounts in thousands)*

(a) Reconciliation of profit before tax to cash generated from operations:

	2002 RMB'000	2001 RMB'000
Profit before tax	1,045,038	145,797
Interest income	(25,015)	(40,719)
Investment income	(36,505)	(44,727)
Share of (profits)/losses of associates	(16,065)	20,630
Interest expense	421,747	278,093
Depreciation	1,585,823	1,359,642
Amortisation of lease prepayments	14,518	-
Amortisation of goodwill	13,448	13,448
Amortisation of deferred income	(14,822)	(14,822)
Unrealised exchange gain	(5,086)	(12,601)
Loss on disposal of property, plant and equipment	85,134	15,444
(Increase)/decrease in inventories	(503,822)	617,365
Decrease/(increase) in debtors, bills receivable and deposits	80,792	(72,214)
(Decrease)/increase in trade creditors, other creditors and bills payable	(200,269)	745,906
Decrease in balances with parent company and fellow subsidiaries	(96,095)	(144,096)
Cash generated from operations	2,348,821	2,867,146

The notes on pages 69 to 106 form part of these financial statements.