

Notes to the Consolidated Cash Flow Statement

For the year ended 31 December 2002
(Prepared under PRC Accounting Rules and Regulations)

(a) Reconciliation of net profit to cash flows from operating activities

	2002 RMB'000
Net profit	908,965
Minority interests	44,179
Depreciation	1,618,336
Loss on disposal of fixed assets and other long-term assets	85,134
Financial expenses	403,479
Investment income	(58,368)
Increase in inventories	(520,261)
Increase in operating receivables	(15,369)
Decrease in operating payables	(143,521)
Net cash flows from operating activities	2,322,574

(b) Increase in cash and cash equivalents

	2002 RMB'000
Cash at the end of the year	1,627,551
Less: Cash at the beginning of the year	(1,414,567)
Add: Cash equivalents at the end of the year	32,980
Less: Cash equivalents at the beginning of the year	(32,111)
Net increase in cash and cash equivalents	213,853

The notes to the financial statements form part of these financial statements.