

CONSOLIDATED CASH FLOW STATEMENT

For the year ended 31 December 2003

(All amounts expressed in thousands of Renminbi ("Rmb"))

	Note	2003	2002
Cash flows from operating activities			
Cash generated from operations	37(a)	1,194,711	1,374,909
Interest paid		(68,707)	(118,548)
Tax paid		(221,992)	(244,255)
Net cash from operating activities		904,012	1,012,106
Cash flows from investing activities			
Purchase of property, plant and equipment		(474,893)	(238,176)
Purchase of intangible assets		—	(8,334)
Investment in associated companies		(27,294)	(4,814)
Capital contributions received from minority interests		400	—
Sale of trading investments		350,000	410,000
Purchase of trading investments		—	(350,000)
Increase in temporary cash investments		(84,611)	(71,307)
Proceeds from sale of property, plant and equipment	37(b)	12,020	5,398
Interest received		12,519	16,076
Net cash used in investing activities		(211,859)	(241,157)
Cash flows from financing activities			
Draw down of short-term bank loans		—	300,000
Repayment of short-term bank loans		(300,000)	(300,000)
Draw down of long-term bank loans		—	8,524
Repayment of long-term bank loans		(210,000)	(642,000)
Dividends paid to group shareholders		(257,500)	(199,307)
Dividends paid to minority interests		(4,800)	(2,400)
Net cash used in financing activities		(772,300)	(835,183)
Effect of exchange rate changes		888	(5,716)
Net decrease in cash and cash equivalents		(79,259)	(69,950)
Cash and cash equivalents at beginning of year		1,179,194	1,249,144
Cash and cash equivalents at end of year	23	1,099,935	1,179,194

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