

consolidated cash flow statement

For the year ended 31 December 2003

	2003	2002
	RMB'000	RMB'000
Operating activities		
Profit from operations	1,457,763	1,270,605
Adjustments for:		
Depreciation of property, plant and equipment	442,239	373,876
Allowance for doubtful debts	103	136
Loss on write off/disposal of property, plant and equipment	6,276	3,890
Interest income	(9,094)	(22,202)
Operating cash flows before movements in working capital	1,897,287	1,626,305
Increase in inventories	(2,132)	(1,928)
(Increase) decrease in prepayments and other receivables	(29,222)	5,613
Increase (decrease) in other payables	5,431	(8,224)
Cash generated from operations	1,871,364	1,621,766
Interest paid	(8,899)	(10,727)
PRC income tax paid	(420,822)	(321,264)
Net cash generated from operating activities	1,441,643	1,289,775
Investing activities		
Investments in associates	(89,350)	(596,900)
Loan to an associate	(19,000)	—
Purchase of property, plant and equipment	(1,272,299)	(150,353)
Repayment of loan advanced to an associate	800	—
Repayment of long-term receivable	—	53,305
Repayment of receivable from former joint venture	5,000	—
Interest received	18,161	24,296
Dividend received from associates	31,984	23,549
Net cash used in investing activities	(1,324,704)	(646,103)
Financing activities		
Dividends paid	(653,460)	(636,569)
Dividends paid to minority shareholders	(19,235)	(7,726)
New long-term borrowings raised	—	19,055
Repayment of long-term borrowings	(6,826)	(5,755)
New short-term borrowings raised	1,500,000	450,000
Repayment of short-term borrowings	(220,000)	(540,000)
Capital injection from minority shareholders	—	5,000
Net cash generated from (used in) financing activities	600,479	(715,995)
Net increase (decrease) in cash and cash equivalents	717,418	(72,323)
Cash and cash equivalents at beginning of the year	819,611	891,934
	1,537,029	819,611
Cash and cash equivalents at end of the year, represented by		
Designated deposits	255	100,000
Bank balances and cash	1,536,774	719,611
	1,537,029	819,611