

Cash Flow Statement

For the year ended 31 December 2003
(Prepared under PRC Accounting Rules and Regulations)

	Note	2003 RMB'000
Cash flows from operating activities:		
Cash received from sale of goods and rendering of services		32,696,058
Refund of taxes and levies		43,000
Other cash received relating to operating activities		4,927
Sub-total of cash inflows		32,743,985
<hr style="border-top: 1px dashed black;"/>		
Cash paid for goods and services		(28,649,472)
Cash paid to and on behalf of employees		(958,965)
Income tax paid		(115,939)
Taxes paid other than income tax		(571,525)
Other cash paid relating to operating activities		(50,413)
Sub-total of cash outflows		(30,346,314)
<hr style="border-top: 1px dashed black;"/>		
Net cash flows from operating activities	(a)	2,397,671
<hr style="border-top: 1px dashed black;"/>		
Cash flows from investing activities:		
Maturity of time deposits with financial institutions		26,095
Cash received from investment income		93,317
Cash received from disposal of fixed assets		35,891
Other cash received relating to investing activities		19,178
Sub-total of cash inflows		174,481
<hr style="border-top: 1px dashed black;"/>		
Cash paid for acquisition of fixed assets		(1,195,143)
Cash paid for purchase of investments		(416,714)
Increase in time deposits with financial institutions		(37,485)
Sub-total of cash outflows		(1,649,342)
<hr style="border-top: 1px dashed black;"/>		
Net cash flows from investing activities		(1,474,861)
<hr style="border-top: 1px dashed black;"/>		

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

Cash Flow Statement (continued)

For the year ended 31 December 2003
(Prepared under PRC Accounting Rules and Regulations)

	Note	2003 RMB'000
Cash flows from financing activities:		
Proceeds from borrowings		7,047,807
Sub-total of cash inflows		7,047,807
Repayment of borrowings		(7,024,260)
Cash paid for dividends, profit distribution and interest		(749,520)
Sub-total of cash outflows		(7,773,780)
Net cash flows from financing activities		(725,973)
Effect of foreign exchange rate changes		233
Net increase in cash and cash equivalents	(b)	197,070

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