

Consolidated Cash Flow Statement

For the year ended 31st December, 2003

	2003 RMB'000	2002 RMB'000 (Restated)
OPERATING ACTIVITIES		
Profit from operations	19,960	20,124
Adjustments for:		
Depreciation and amortisation of property, plant and equipment	22,363	21,053
Amortisation of goodwill	161	160
Interest income	(426)	(150)
Loss (gain) on disposal of property, plant and equipment	416	(44)
Loss on disposal of other investments	48	—
Unrealised loss on other investments	3	—
Operating cash flows before movements in working capital	42,525	41,143
Decrease in deposits and other receivables	—	608
Increase (decrease) in accruals and other payables	1,264	(6,748)
Cash generated from operations	43,789	35,003
Interest paid	(3,090)	(4,297)
PRC income tax paid	(1,508)	(2,022)
NET CASH FROM OPERATING ACTIVITIES	39,191	28,684
INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(2,559)	(4,380)
Purchase of other investments	(1,908)	—
Proceeds from disposal of other investments	1,665	—
Interest received	426	150
Proceeds from disposal of property, plant and equipment	4	135
NET CASH USED IN INVESTING ACTIVITIES	(2,372)	(4,095)
FINANCING ACTIVITIES		
Repayment of bank borrowings	(15,000)	(15,000)
Dividend paid	(4,200)	—
Loans repayment to joint venture partners of subsidiaries	(4,000)	(14,119)
Repayment of an advance from a joint venture partner of a subsidiary	(3,490)	(4,055)
Dividend paid to a minority shareholder of a subsidiary	(993)	(962)
Bank borrowings raised	15,000	15,000
Advances from joint venture partners of subsidiaries	1,461	—
Repayment to fellow subsidiaries	—	(125)
NET CASH USED IN FINANCING ACTIVITIES	(11,222)	(19,261)
NET INCREASE IN CASH AND CASH EQUIVALENTS	25,597	5,328
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	69,561	64,233
CASH AND CASH EQUIVALENTS AT END OF YEAR, REPRESENTED BY BANK BALANCES AND CASH	95,158	69,561