

CONSOLIDATED CASH FLOW STATEMENT

Year ended 31 December 2004

	Note	Year ended 31 December	
		2004 RMB'000	2003 RMB'000
Cash flows from operating activities			
Cash (used in)/generated from operations	(a), 28(a)	(182,587)	363,377
Tax paid		(24,989)	(10,968)
Net cash (used in)/generated from operating activities		(207,576)	352,409
Cash flows from investing activities			
Purchase of fixed assets		(90,536)	(59,459)
Proceeds from disposals of fixed assets	28(a)	788	—
Deposit in connection with the formation of Shenzhen Shiji Kaixuan Technology Company Limited (“Shiji Kaixuan”)	30	—	(11,000)
Capital contribution in Shiji Kaixuan, consolidated by the Group upon its formation	30	11,000	—
Acquisition of held-to-maturity investments		(165,778)	—
(Increase)/decrease in term deposits with original maturities of over three months		(760,743)	44,129
Interest received		10,113	2,442
Net cash used in investing activities		(995,156)	(23,888)
Cash flows from financing activities			
Proceeds from issue of ordinary shares		1,914,020	—
Repayment of amounts due from shareholders		82	—
Payments for shares issuance expenses		(148,325)	—
Redemption of shares		—	(37,855)
Dividends paid to shareholders		(28,790)	(10,334)
Net cash generated from/(used in) financing activities		1,736,987	(48,189)
Net increase in cash and cash equivalents		534,255	280,332
Cash and cash equivalents at beginning of year		325,586	45,254
Cash and cash equivalents at end of year		859,841	325,586

Note a: Cash outflow for acquisition of trading investments of approximately RMB663,112,000 has been included in the determination of the net cash outflow from operating activities for the year ended 31 December 2004 (see also note 28(a)).

The accompanying notes on pages 44 to 84 form an integral part of these consolidated financial statements.