

## Consolidated Cash Flow Statement

FOR THE YEAR ENDED 31ST DECEMBER 2004

(Prepared in accordance with Accounting Principles Generally Accepted in Hong Kong)

	<i>Note</i>	<b>2004</b>	2003
		<i>RMB'000</i>	<i>RMB'000</i>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Cash generated from operations	26(a)	<b>251,138</b>	389,306
PRC income tax paid		<b>(108,853)</b>	(108,981)
<b>NET CASH FROM OPERATING ACTIVITIES</b>		<b>142,285</b>	280,325
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Purchase of fixed assets		<b>(329,078)</b>	(466,412)
Acquisition of investments other than subsidiary		<b>(2,000)</b>	(9,000)
Disposal of fixed assets		<b>100</b>	32,309
Interest received		<b>6,466</b>	993
Acquisition of subsidiaries, net of cash acquired	26(b)	<b>7,291</b>	—
Increase in deposit with a financial institution		<b>(400,000)</b>	—
<b>NET CASH USED IN INVESTING ACTIVITIES</b>		<b>(717,221)</b>	(442,110)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Capital injections by minority shareholder	26(c)	<b>5,000</b>	—
Proceeds from issuance of convertible bonds		<b>1,200,000</b>	—
Issuance expense of convertible bonds		<b>(34,608)</b>	—
Guarantee expense for the issuance of convertible bonds		<b>(4,200)</b>	—
Increase in other long-term payables		<b>10,412</b>	—
New short-term and long-term bank loans		<b>115,000</b>	250,000
Repayment of bank loans		<b>(80,000)</b>	(30,000)
Interest paid		<b>(38,526)</b>	(32,450)
Dividends paid		<b>(106,217)</b>	(113,620)
Increase in restricted bank deposits		<b>(23,332)</b>	—
<b>NET CASH FROM FINANCING ACTIVITIES</b>		<b>1,043,529</b>	73,930
<b>NET INCREASE/(DECREASE) IN BANK BALANCES AND CASH</b>		<b>468,593</b>	(87,855)
<b>BANK BALANCES AND CASH AT 1ST JANUARY</b>		<b>450,074</b>	537,929
<b>BANK BALANCES AND CASH AT 31ST DECEMBER</b>		<b>918,667</b>	450,074