

# Consolidated Cash Flow Statement

For the year ended 31 December 2004

	NOTES	For the year ended 31 December	
		2004 US\$'000	2003 US\$'000
<b>OPERATING ACTIVITIES</b>			
Profit from operations		195,101	105,996
Adjustments for:			
Depreciation and amortisation		47,923	12,391
Interest income		(5,832)	(633)
Impairment loss for property, plant and equipment		2,843	—
Allowances for doubtful debts		237	262
Allowances for inventories		1,627	2,126
Gain on disposal of property, plant and equipment		(6,074)	(935)
Impairment loss in respect of goodwill on acquisition of additional interest in a subsidiary		1,403	—
Operating cash flows before movements in working capital		237,228	119,207
Increase in inventories		(269,111)	(155,937)
Increase in trade receivables		(375,512)	(161,079)
Increase in deposits, prepayments and other receivables		(325)	(11,665)
Increase in trade payables		331,595	281,304
(Decrease) increase in other payables and accrued charges		(122,116)	224,415
Cash (used in) generated from operations		(198,241)	296,245
Interest paid		(7,365)	(1,171)
Interest received		5,832	633
Income taxes paid		(7,695)	(3,990)
<b>NET CASH (USED IN) FROM OPERATING ACTIVITIES</b>		<b>(207,469)</b>	<b>291,717</b>
<b>INVESTING ACTIVITIES</b>			
Purchase of property, plant and equipment		(225,133)	(166,885)
Purchase of land use rights		(2,439)	—
Acquisition of subsidiaries	27	(1,948)	(63,116)
Acquisition of additional interest in subsidiaries		(3,503)	—
Proceeds on disposal of property, plant and equipments		28,839	12,058
Disposal of subsidiaries	28	1,832	—
Increase in bank deposits		(44,379)	—
<b>NET CASH USED IN INVESTING ACTIVITIES</b>		<b>(246,731)</b>	<b>(217,943)</b>

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For the year ended 31 December 2004

	NOTES	For the year ended 31 December	
		2004 US\$'000	2003 US\$'000
FINANCING ACTIVITIES			
Proceeds from issue of shares		236,080	44,359
(Decrease) increase in loans from related parties		(74,253)	26,921
Bank loans raised		1,021,208	122,070
Bank loans repaid		(549,215)	(10,498)
		<u>633,820</u>	<u>182,852</u>
NET CASH FROM FINANCING ACTIVITIES			
		179,620	256,626
NET INCREASE IN CASH AND CASH EQUIVALENTS			
CASH AND CASH EQUIVALENTS AT BEGINNING		272,850	14,963
OF THE YEAR			
EFFECT OF FOREIGN EXCHANGE RATE CHANGES		2,577	1,261
		<u>455,047</u>	<u>272,850</u>
CASH AND CASH EQUIVALENTS AT END OF THE YEAR			
		<u><u>455,047</u></u>	<u><u>272,850</u></u>
ANALYSIS OF THE BALANCES OF CASH AND CASH EQUIVALENTS			
Bank balances and cash		499,426	272,850
Less: Bank deposits for investing purpose		(44,379)	—
		<u>455,047</u>	<u>272,850</u>