

CONSOLIDATED CASH FLOW STATEMENT

For the year ended December 31, 2005

For the year ended December 31, (in RMB million)	<i>Notes</i>	2005	2004
Net cash from operating activities	43	31,810	34,347
CASH FLOWS FROM INVESTING ACTIVITIES			
Purchases of investment properties, property, plant and equipment, construction-in-progress, and land use rights		(1,079)	(470)
Proceeds from disposal of property, plant and equipment		111	22
Proceeds from sales in securities sold under agreements to repurchase		6,494	401
Purchases of investments, net		(54,152)	(43,882)
Term deposits placed, net		11,361	(2,087)
Acquisition of a subsidiary		–	295
Increase in equity interests in a subsidiary		–	(158)
Interest expenses paid on securities sold under agreements to repurchase		(81)	(42)
Interest received		8,123	6,215
Dividends received		267	393
Rentals received		107	130
Net cash used in investing activities		(28,849)	(39,183)
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from shares issued		–	13,279
Dividends paid	12	(865)	(518)
Net cash from/(used in) financing activities		(865)	12,761
Net increase in cash and cash equivalents		2,096	7,925
Net foreign exchange differences		(405)	3
Cash and cash equivalents at beginning of year		15,945	8,017
Cash and cash equivalents at end of year	21	17,636	15,945

The accompanying notes form an integral part of these financial statements.