

## Notes to the Consolidated Cash Flow Statement

For the year ended 31 December 2005  
(Prepared under International Financial Reporting Standards)  
(Expressed in Renminbi)

(a) Reconciliation of profit before taxation to cash generated from operations:

	2005 RMB'000	2004 RMB'000
Profit before taxation	2,287,594	4,696,229
Interest income	(39,631)	(42,830)
Income from joint ventures and other unlisted investments	(101,350)	(62,800)
Share of losses of associates	60,968	36,915
Interest expense	276,174	325,033
Depreciation for property, plant and equipment	1,692,213	1,793,084
Depreciation for investment property	12,847	1,036
Provision for impairment losses	-	34,345
Amortisation of lease prepayments	13,441	21,191
Amortisation of goodwill	-	13,448
Amortisation of deferred income	(11,518)	(12,367)
Unrealised exchange (gain)/loss	(53,174)	77
(Gain)/loss on disposal of property, plant and equipment	(15,298)	9,544
Increase in inventories	(387,229)	(223,490)
Decrease/(increase) in debtors, bills receivable and deposits	1,170,872	(514,956)
Decrease in trade creditors, other creditors and bills payable	(22,332)	(376,854)
Decrease in balances with parent companies and fellow subsidiaries	(207,470)	(105,990)
Cash generated from operations	4,676,107	5,591,615

The notes on pages 90 to 138 form part of these financial statements.