

	2005 <i>RMB'000</i>	2004 <i>RMB'000</i> (Restated)
Operating activities		
Loss before tax	(3,765,692)	(213,032)
Adjustments for:		
Share of results of associates	31,952	(883)
Interest income	(29,443)	(38,832)
Interest expense	154,431	155,053
Depreciation of property, plant and equipment	383,854	348,283
Amortisation of goodwill	–	18,275
Amortisation of intangible assets	4,551	56,116
Amortisation of interests in leasehold land held for own use under operating leases	20,422	17,571
Impairment loss on investment in a deconsolidated subsidiary	11,000	–
Impairment loss on goodwill	39,195	71,400
Revaluation decrease	261,524	–
Impairment loss on intangible assets	338,677	2,372
Impairment loss on interests in leasehold land held for own use under operating leases	18,207	–
Impairment loss on other investments	7,249	–
Loss on disposal of property, plant and equipment, net	100,673	2,950
Loss on disposal of intangible assets	71	–
Gain on disposal of interests in leasehold land held for own use under operating leases	(12,083)	–
Gain on disposal of associates	–	(656)
Release of negative goodwill to income	–	(4,790)
Discount on acquisition of a subsidiary released to income	–	(12,429)
Operating cash flows before movements in working capital	(2,435,412)	401,398
Decrease (increase) in inventories	2,070,521	(1,345,906)
Decrease (increase) in trade and other receivables	1,228,348	(24,938)
Decrease in amounts due from associates	–	4,384
(Decrease) increase in trade and other payables	(799,983)	1,500,132
(Decrease) increase in trade deposits from customers	(546,061)	132,028
Increase in provisions	90,662	29,781
Increase in other liabilities	3,961	7,184
Cash (used in) generated from operations	(387,964)	704,063
Interest received	29,443	38,832
Interest paid	(154,431)	(154,627)
Tax paid	(5,491)	(4,214)
Net cash (used in) generated from operating activities	(518,443)	584,054
Investing activities		
Purchase of property, plant and equipment	(334,736)	(369,200)
Purchase of intangible assets	(2,100)	(5,082)
Purchase of interests in leasehold land held for own use under operating leases	–	(101,932)
Proceeds on disposal of property, plant and equipment	31,502	10,662
Decrease in pledged bank deposits	1,199,773	90,547
Proceeds on disposal of associates	–	8,286
Acquisition of subsidiaries	–	(55,533)
Repayment from related companies	–	19,000
Capital contributed by minority shareholders	–	44,300
Net cash from (used in) investing activities	894,439	(358,952)

Consolidated Cash Flow Statement

I

For the year ended 31 December 2005 (Prepared in accordance with IFRS)

	2005 <i>RMB'000</i>	2004 <i>RMB'000</i> (Restated)
Financing activities		
Bank borrowings raised	2,262,171	7,198,543
Repayment of bank borrowings	(3,468,863)	(7,132,881)
Net cash (used in) generated from financing activities	(1,206,692)	65,662
Net (decrease) increase in cash and cash equivalents	(830,696)	290,764
Cash and cash equivalents at beginning of the year	1,017,534	726,905
Decrease in cash and cash equivalents due to deconsolidation of a subsidiary (Note 18(iii))	(1,307)	–
Effect of foreign exchange rate changes	(1,247)	(135)
Cash and cash equivalents at end of the year representing bank balances and cash	184,284	1,017,534