

Consolidated Cash Flow Statement

	Note	Year ended 31 December	
		2006 RMB'000	2005 RMB'000
Cash flows from operating activities			
Cash generated from operations	26	188,773	138,406
Interest paid		(3,873)	(7,586)
Income tax paid		(11,040)	(9,261)
Net cash generated from operating activities		173,860	121,559
Cash flows from investing activities			
Purchase of property, plant and equipment		(49,889)	(177,999)
(Increase)/decrease in time deposits		(1,450)	17,146
Interest received		4,111	4,494
Net cash used in investing activities		(47,228)	(156,359)
Cash flows from financing activities			
Repayments of borrowings		(50,000)	(25,000)
Dividends paid to the Company's shareholders		–	(74,768)
Net cash used in financing activities		(50,000)	(99,768)
Net increase/(decrease) in cash and cash equivalents		76,632	(134,568)
Cash and cash equivalents at beginning of the year		245,408	379,976
Cash and cash equivalents at end of the year	10	322,040	245,408

The notes on page 45 to 80 are an integral part of these consolidated financial statements.

On behalf of the Board

Dong Zhanbin
Director and Chief Executive Officer

Dong Guiguo
Director and Chief Financial Officer