

Consolidated cash flow statement

for the year ended 31 December 2006
(Expressed in Renminbi thousands)

	Note	2006		2005	
		RMB'000	RMB'000	RMB'000	RMB'000
Operating activities					
Profit before taxation		2,521,383		871,009	
Adjustments for:					
— Depreciation	14(a)	919,088		729,326	
— Impairment loss on fixed assets	14(a)	5,600		52,273	
— Amortisation of interest in leasehold land held for own use under operating leases	14(a)	18,820		21,605	
— Amortisation of intangible assets	15(a)	10,228		5,621	
— Finance costs	6(a)	540,221		447,442	
— Interest income	5	(12,697)		(13,767)	
— Dividend income	5	(6,500)		—	
— Share of profits of associates		(3,177)		(3,722)	
— Net (gain)/loss on disposal of fixed assets	5	(1,394)		1,445	
— Net realised gain on trading securities	5	(246)		—	
— Write-down of inventories	21(b)	1,889		348	
— Foreign exchange gain		—		(2,542)	
Operating profit before changes in working capital		3,993,215		2,109,038	
Increase in inventories		(256,380)		(43,858)	
Increase in trade receivables		(125,943)		(175,166)	
(Increase)/decrease in prepayments and other receivables		(130,943)		83,717	
(Increase)/decrease in amounts due from related parties		(50,828)		53,697	
Decrease in trade payables		(10,050)		(52,913)	
Increase/(decrease) in other payables and accruals		170,198		(52,179)	
(Decrease)/increase in amounts due to related parties		(67,501)		11,112	
Decrease in long term payables		(76,014)		—	
Decrease in deferred income		(21,900)		(11,273)	
Cash generated from operations			3,423,854		1,922,175
— Income tax paid		(506,322)		(405,750)	
— Interest paid		(559,324)		(448,245)	
Net cash generated from operating activities			2,358,208		1,068,180

Consolidated cash flow statement

for the year ended 31 December 2006
(Expressed in Renminbi thousands)

	Note	2006		2005	
		RMB'000	RMB'000	RMB'000	RMB'000
Investing activities					
Payment for the purchase of fixed assets		(3,385,886)		(2,874,283)	
Proceeds from disposal of trading securities		15,246		—	
Payment for purchase of trading securities		(15,000)		—	
Proceeds from disposal of fixed assets		4,684		12,441	
New loans to government		(75,500)		—	
Repayment of loans from government		41,000		—	
Payment for purchase of intangible assets		(45,421)		(16,757)	
Repayment of other receivables from related parties		111,320		—	
Interest received		12,697		13,767	
Dividends received from associates		4,000		11,200	
Dividend received from investments in equity securities		6,500		—	
Decrease in restricted cash deposits		2,408		7,100	
Acquisition of minority interests in subsidiaries		—		(131,470)	
Advance from associates		—		106,600	
Prepayment for business combination		—		(78,089)	
Net cash used for business combination		—		(327,579)	
Net cash used in investing activities			(3,323,952)		(3,277,070)

Consolidated cash flow statement

for the year ended 31 December 2006
(Expressed in Renminbi thousands)

	Note	2006		2005	
		RMB'000	RMB'000	RMB'000	RMB'000
Financing activities					
Proceeds from new bank loans and other borrowings		6,299,854		6,084,000	
Repayment of bank loans		(5,255,275)		(4,023,550)	
Capital contributions received by non-wholly owned subsidiaries from minority shareholders		145,000		—	
Dividends paid to minority shareholders of non-wholly owned subsidiaries		(176,718)		(136,761)	
Dividends paid to equity shareholders of the Company		(87,898)		(163,238)	
Net cash generated from financing activities			924,963		1,760,451
Net decrease in cash and cash equivalents			(40,781)		(448,439)
Cash and cash equivalents at 1 January			1,178,390		1,626,829
Cash and cash equivalents at 31 December			1,137,609		1,178,390

Consolidated cash flow statement

93

The notes on pages 94 to 162 form part of these financial statements.