

# Consolidated Cash Flow Statement

Year ended 31 December 2006

	Notes	2006 RMB'000	2005 RMB'000
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Profit from operations before income tax		731,989	406,160
Adjustments for:			
Share of profit of an associate		(538)	(522)
Interest income	6	(75,047)	(14,828)
Excess over the cost of business combinations	4	-	(3,498)
Interest expenses	6	51,509	4,614
Depreciation and amortisation	5	88,737	64,055
Foreign exchanges losses	5	13,273	1,769
Allowance for doubtful debts	5	2,454	1,145
Loss on disposal of items of property, plant and equipment	5	1,006	324
		<u>813,383</u>	<u>459,219</u>
Decrease/(increase) in other assets		11,255	(72,629)
Increase in inventories		(2,868)	(11,761)
(Increase)/decrease in trade receivables		(2,385)	6,327
Decrease in prepayments, deposits and other receivables		54,709	178,916
Increase in trade payables		198,933	123,116
Increase/(decrease) in customers' deposits, other payables and accruals		51,827	(59,335)
Increase in long term payables		8,904	2,375
		<u>1,133,758</u>	<u>626,228</u>
Cash generated from operations		1,133,758	626,228
Interest paid		(51,509)	(4,614)
Income tax paid		(216,141)	(100,601)
		<u>866,108</u>	<u>521,013</u>
Net cash inflow from operating activities		866,108	521,013

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Year ended 31 December 2006

	Notes	2006 RMB'000	2005 RMB'000
Net cash inflow from operating activities		<u>866,108</u>	<u>521,013</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Proceeds from disposal of items of property, plant and equipment		1,260	736
Purchases of items of property, plant and equipment		(74,076)	(43,761)
Acquisition of subsidiaries		(700,769)	30,170
Acquisition of jointly-controlled entities		-	6,767
Acquisition of minority interests		-	(74,800)
Equity transactions with the owner		-	179,163
Decrease in investments		1,842	74,864
Increase in an investment in an associate		-	(520)
Increase in held-to-maturity investments		(1,561,740)	-
Decrease in amounts due from related parties		-	85,169
Decrease in other receivables		4,500	26,898
Dividends received		444	470
Interest received		<u>75,047</u>	<u>14,828</u>
Net cash inflow/(outflow) from investing activities		<u>(2,253,492)</u>	<u>299,984</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
New bank loans		1,500,000	229,200
Repayment of bank loans and other loans		(143,948)	(145,332)
Net proceeds from issuance of senior guaranteed notes		1,526,806	-
Decrease in amounts due to related parties		-	(67,919)
Net proceeds from issuance of new shares upon listing		-	1,074,065
Dividends of subsidiaries		(52,943)	-
Dividends paid	38(b)(iii)	(226,320)	-
Distribution to owners		-	(4,139)
Appropriation to owners		-	(229,477)
Net cash inflow from financing activities		<u>2,603,595</u>	<u>856,398</u>
<b>NET INCREASE IN CASH AND CASH EQUIVALENTS</b>			
Cash and cash equivalents at beginning of year		2,080,407	408,522
Exchange differences		(25,252)	(5,510)
<b>CASH AND CASH EQUIVALENTS AT END OF YEAR</b>		<u><u>3,271,366</u></u>	<u><u>2,080,407</u></u>
<b>ANALYSIS OF BALANCES OF CASH AND CASH EQUIVALENTS</b>			
Cash and bank balances	26	1,899,383	973,345
Non-pledged time deposits with original maturity of less than three months when acquired	26	<u>1,371,983</u>	<u>1,107,062</u>
		<u><u>3,271,366</u></u>	<u><u>2,080,407</u></u>