

CONSOLIDATED CASH FLOW STATEMENT

For the year ended 31 December 2006

75

	2006 RMB'000	2005 RMB'000 (Restated)
Operating activities		
Profit before taxation	533,632	400,540
Adjustments for:		
Share of results of associates	(4,685)	(1,136)
Share of results of jointly controlled entities	(66,126)	(20,936)
Fair value changes on derivative financial instruments	1,854	37,039
Gain on dilution of interest in a subsidiary	(15,144)	–
Discount on acquisition of a subsidiary	(5,007)	(10,898)
Fair value change on convertible bonds	4,392	56,153
Exchange (gain) loss of guaranteed notes	(45,207)	147
Loss on disposal of property, plant and equipment	7,273	2,557
Gain on disposal of investment properties	(784)	–
Gain on disposal of interest in leasehold land	(2,224)	–
Increase in fair value of investment properties	(508)	(1,000)
Share-based payment expenses	57,370	–
Increase in fair value of interest in leasehold land upon transfer to investment properties	–	(5,801)
Research and development expenses	458	485
Revaluation deficit of property, plant and equipment	1,259	370
Depreciation of property, plant and equipment	183,055	110,032
Allowance for bad and doubtful debts	39,720	15,314
Amortisation of intangible assets	10,765	1,666
Amortisation of prepaid lease payments	5,819	4,967
Financial guarantee income	(1,793)	(1,227)
Interest income	(82,563)	(18,403)
Interest expenses	203,424	73,383
Operating cash flows before movements in working capital	824,980	643,252
Decrease (increase) in inventories	1,009	(5,095)
Increase in trade and other receivables	(161,760)	(252,636)
Increase in amounts due from customers for contract work	(94,957)	(49,910)
Increase in amounts due from associates	(14,827)	(33,370)
(Increase) decrease in amounts due from jointly controlled entities	(6,136)	6,763
Increase in amounts due from related companies	(49,666)	(894)
Increase in trade and other payables	581,518	169,615
Increase in amounts due to customers for contract work	96,824	82,308
Increase (decrease) in amounts due to jointly controlled entities	11,564	(18,407)
Decrease in amounts due to associates	(34,506)	(48)
(Decrease) increase in amounts due to related companies	(1,764)	11,051
Cash generated from operating activities	1,152,279	552,629
Interest received	82,563	18,403
Interest paid	(119,714)	(84,616)
PRC enterprise income tax paid	(53,964)	(21,783)
Net cash from operating activities	1,061,164	464,633

CONSOLIDATED CASH FLOW STATEMENT (Continued)

For the year ended 31 December 2006

	NOTE	2006 RMB'000	2005 RMB'000 (Restated)
Investing activities			
Dividend received from a jointly controlled entity		14,578	–
Purchase of property, plant and equipment		(1,397,996)	(973,222)
Deposit paid for acquisition of property, plant and equipment		(14,491)	–
Increase in prepaid lease payments		(121,750)	(65,184)
Acquisition of subsidiaries	40	(3,763)	(31,044)
Acquisition of businesses	41	(40,051)	–
Net decrease (increase) in deposits paid for investments in joint ventures		181,247	(214,962)
Investments in jointly controlled entities		(7,710)	(43,997)
Acquisition of associates		(245,287)	(9,500)
Acquisition of intangible asset		(69,990)	–
Investment in available-for-sale investments		(9,470)	(2,600)
Proceeds from disposal of property, plant and equipment		16,392	–
Proceeds from disposal of investment properties		2,009	–
Proceeds from disposal of interest in leasehold land		12,605	–
Research and development expenses		(458)	(485)
Net cash used in investing activities		(1,684,135)	(1,340,994)
Financing activities			
Interest paid on guaranteed notes		(117,695)	–
Proceeds from guaranteed notes issued		–	1,614,040
Notes issue expenses		–	(46,050)
Proceeds from shares issued		–	53,089
Contribution from minority shareholders		112,311	5,843
Dividends paid to minority shareholders		(49,221)	(21,750)
Dividend paid to shareholders		(46,333)	(25,254)
New bank loans raised		1,427,000	1,440,300
Repayment of bank loans		(824,594)	(1,264,701)
Amounts advanced (to) from an associate		(26,000)	77,400
Amounts advanced (to) from a jointly controlled entity		(69,000)	2,752
Amounts advanced to jointly controlled entities		–	(21,790)
Amount advanced to an associate		–	(61,000)
Decrease (increase) in pledged bank deposits		162,963	(162,963)
Amount advanced to a minority shareholder of a subsidiary		–	(4,000)
Net cash from financing activities		569,431	1,585,916
Net (decrease) increase in cash and cash equivalents		(53,540)	709,555
Cash and cash equivalents at beginning of the year		1,621,092	911,537
Cash and cash equivalents at end of the year		1,567,552	1,621,092
Analysis of the balances of cash and cash equivalents:			
Bank balances and cash		1,567,552	1,621,092

