

# Combined Cash Flow Statement

	Note	Year ended 31 December	
		2006 RMB'000	2005 RMB'000
<b>Cash flows from operating activities</b>			
Cash generated from operations	29(a)	349,773	260,998
Interest paid		(45,012)	(59,012)
Interest received		1,778	698
Income tax paid		(13,048)	(22,273)
<b>Net cash generated from operating activities</b>		<b>293,491</b>	180,411
<b>Cash flows from investing activities</b>			
Purchases of property, plant and equipment		(253,241)	(126,664)
Proceeds from sale of property, plant and equipment		36,699	4,415
Cash received on government grant		6,921	26,578
Purchase of land use rights		(42,710)	(25,283)
Decrease in loans/balances due from related parties		520,174	25,165
Decrease/(increase) in restricted cash		21,634	(18,522)
Net cash outflow arising from deemed distribution to equity holder	29(b)	(1,520)	—
<b>Net cash from/(used in) investing activities</b>		<b>287,957</b>	(114,311)
<b>Cash flows from financing activities</b>			
Proceeds from bank and other financial institution borrowings		910,000	1,083,506
Repayments of borrowings from bank and other financial institution		(809,454)	(1,487,833)
Proceeds from borrowings from related parties		62,511	352,273
Repayments of borrowings from related parties		(528,422)	(70,000)
Capital injections from equity holder		130,515	16,485
Distribution to equity holder		(281,782)	—
<b>Net cash used in financing activities</b>		<b>(516,632)</b>	(105,569)
<b>Net increase/(decrease) in cash and cash equivalents</b>		<b>64,816</b>	(39,469)
Cash and cash equivalents at beginning of year		25,994	65,463
<b>Cash and cash equivalents at end of year</b>	16	<b>90,810</b>	25,994

The notes on pages 65 to 118 are an integral part of these combined financial statements.