

Consolidated Cash Flow Statement

For the year ended 31st December 2006

(All amounts in thousands of RMB unless otherwise stated)

	<i>Note</i>	2006	2005
Cash flows from operating activities			
Cash generated from operations	31(a)	450,082	305,353
Interest paid		(61,849)	(69,048)
Income tax paid		(24,943)	(32,155)
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Net cash generated from operating activities		363,290	204,150
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Cash flows from investing activities			
Purchase of property, plant and equipment		(105,741)	(445,792)
Proceeds from sale of property, plant and equipment		1,489	17,584
Proceeds from liquidation of a subsidiary		—	1,016
Purchase of intangible assets		(6,905)	(2,942)
Acquisition of additional interests of a subsidiary from a minority investor		(6,899)	—
Proceeds from sales of trading securities		—	5,046
Interest received		6,521	5,986
Increase in investment in an associate		(10,000)	(1,600)
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Net cash used in investing activities		(121,535)	(420,702)
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Cash flows from financing activities			
	31(b)		
Proceeds from borrowings		743,292	1,397,942
Repayments of borrowings		(1,070,793)	(1,557,765)
Increase/(decrease) in due to related parties and minority interests - non-trade		504	(54,311)
(Increase)/decrease in pledged bank balance		(30,009)	21,000
Dividends paid to the Company's shareholders		—	(14,585)
Dividends paid to minority investors		(23,093)	(84,407)
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Net cash used in financing activities		(380,099)	(292,126)
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Net decrease in unpledged cash and cash equivalents		(138,344)	(508,678)
Unpledged cash and cash equivalents at 1st January		587,838	1,096,516
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Unpledged cash and cash equivalents at 31st December	13	449,494	587,838
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The notes on pages 75 to 140 are an integral part of these financial statements

Xing Daoqin
Chairman

Guo Mengquan
Director