

## Consolidated Cash Flow Statement

For the year ended 31 December 2006  
(Amounts expressed in Renminbi)

	Note	2006 RMB'000	2005 RMB'000
<b>OPERATING ACTIVITIES</b>			
Net cash inflow from operations	33	451,057	233,738
Interest paid		(214,121)	(173,579)
PRC Enterprise Income Tax paid		(6,613)	(67,655)
<b>Net cash inflow/(outflow) from operating activities</b>		<b>230,323</b>	<b>(7,496)</b>
<b>INVESTING ACTIVITIES</b>			
Disposal of a subsidiary, net of cash disposed		(87)	–
Acquisition of fixed assets and construction-in-progress		(451,179)	(1,587,586)
Proceeds from disposal of property, plant and equipment		20,430	–
Payment for land use rights		(5,744)	(300)
Payment for intangible assets		(7,370)	(6,020)
Deposits for land use rights		(1,901)	(36,672)
Interest received		18,006	14,435
<b>Net cash outflow from investing activities</b>		<b>(427,845)</b>	<b>(1,616,143)</b>
<b>Net cash outflow before financing</b>		<b>(197,522)</b>	<b>(1,623,639)</b>
<b>FINANCING ACTIVITIES</b>			
Proceeds from issuance of ordinary shares		247,844	–
Proceeds from draw-down of short-term bank loans		2,437,938	2,843,288
Proceeds from draw-down of long-term bank loans		100,000	970,000
Repayment of short-term bank loans		(2,846,218)	(2,162,500)
Repayment of long-term bank loans		(110,000)	(70,000)
Acquisition of minority interest		–	(3,500)
Capital contribution from minority shareholders of a subsidiary		–	9,306
Decrease/(increase) in pledged deposits		154,825	(98,650)
Increase in bills payable		190,250	40,000
Dividends paid		–	(49,997)
<b>Net cash inflow from financing activities</b>		<b>174,639</b>	<b>1,477,947</b>
<b>DECREASE IN CASH AND CASH EQUIVALENTS</b>		<b>(22,883)</b>	<b>(145,692)</b>
<b>CASH AND CASH EQUIVALENTS AT 1 JANUARY</b>		<b>561,457</b>	<b>707,149</b>
<b>CASH AND CASH EQUIVALENTS AT 31 DECEMBER</b>		<b>538,574</b>	<b>561,457</b>

The notes on pages 37 to 86 are an integral part of these consolidated financial statements.