

**Consolidated Statement of Cash Flows**  
Year ended 31 December 2010

	Notes	2010 RMB'000	2009 RMB'000
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Profit before tax		978,224	702,222
Adjustments for:			
Depreciation	14	20,706	15,383
Amortisation of prepaid land lease payments	15	502	502
Amortisation of intangible assets	17	263	176
Interest income	7	(17,407)	(15,088)
Interest expense	7	8,847	10,598
Equity-settled share option expense	28	10,153	8,042
		1,001,288	721,835
(Increase)/decrease in inventories		(196,873)	22,598
(Increase)/decrease in trade and bills receivables		(204,301)	4,157
(Increase)/decrease in prepayments, deposits and other receivables		(263,734)	42,214
Increase in trade and bills payables		199,743	61,409
(Decrease)/increase in deposits received, other payables and accruals		(901)	90,102
Cash generated from operations		535,222	942,315
Interest received		17,407	15,088
Interest paid		(8,847)	(10,598)
Overseas taxes paid		(87,647)	(66,546)
Net cash flows from operating activities		456,135	880,259
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Purchases of items of property, plant and equipment		(24,870)	(92,731)
Increase in deposit paid for acquisition of land use rights		(38,620)	–
Refund of deposits paid for acquisition of items of property, plant and equipment		10,000	–
Additions to intangible assets	17	(642)	–
Decrease/(increase) in pledged deposits		–	6,000
Net cash flows used in investing activities		(54,132)	(86,731)

**Consolidated Statement of Cash Flows**

Year ended 31 December 2010

	Notes	2010 RMB'000	2009 RMB'000
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Repayment of bank loans		–	(124,000)
Net proceeds from issue of ordinary shares	27	6,834	–
Dividends paid		(471,473)	(383,183)
Net cash flows used in financing activities		(464,639)	(507,183)
<b>NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS</b>		(62,636)	286,345
Cash and cash equivalents at beginning of year		2,497,635	2,136,938
Effect of foreign exchange rate changes, net		8,703	74,352
<b>CASH AND CASH EQUIVALENTS AT END OF YEAR</b>		2,443,702	2,497,635
<b>ANALYSIS OF BALANCES OF CASH AND CASH EQUIVALENTS</b>			
Cash and bank balances		2,443,702	2,497,635