

CASH FLOW STATEMENT

Financial Statements Prepared in Accordance with Hong Kong Accounting Standards

FOR THE YEAR ENDED 31ST DECEMBER, 2000

		2000	1999
	<i>NOTES</i>	<i>RMB'000</i>	<i>RMB'000</i>
NET CASH INFLOW (OUTFLOW)			
FROM OPERATING ACTIVITIES	22	15,921	(10,070)
RETURNS ON INVESTMENTS AND SERVICING OF FINANCE			
Interest received		3,538	2,270
Interest subsidy from finance bureau		1,400	600
Interest paid		(3,582)	(2,361)
NET CASH INFLOW FROM RETURNS ON INVESTMENTS AND SERVICING OF FINANCE		1,356	509
TAXATION			
Taxation paid		-	(10)
INVESTING ACTIVITIES			
Deposits placed with securities companies		(56,315)	-
Increase in pledged time deposits		(42,424)	-
Placement on bank deposits		(20,000)	(83,474)
Purchase of property, plant and equipment		(11,791)	(4,342)
Purchase of other investments		(10,685)	-
Withdrawal of bank deposits		83,474	3,000
Proceeds from disposal of property, plant and equipment		531	16
Payment of staff quarters subsidy		-	(4,097)
Redemption of held-to-maturity securities		-	2

NET CASH OUTFLOW FROM INVESTING ACTIVITIES		(57,210)	(88,895)
NET CASH OUTFLOW BEFORE FINANCING		(39,933)	(98,466)
FINANCING	23		
New bank loans raised		110,000	56,000
Other borrowings raised		4,000	-
Repayment of bank loans		(31,000)	(49,600)
NET CASH INFLOW FROM FINANCING		83,000	6,400
INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS		43,067	(92,066)
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE YEAR		22,433	114,665
EFFECT OF FOREIGN EXCHANGE RATE CHANGES		(120)	(166)
CASH AND CASH EQUIVALENTS AT END OF THE YEAR REPRESENTING			
Bank balance and cash	16	65,380	22,433