

**GZITIC HUALING HOLDINGS LIMITED AND ITS SUBSIDIARIES**  
**CONSOLIDATED CASH FLOW STATEMENT**

*FOR THE YEAR ENDED 31 DECEMBER, 2000*

(Amounts expressed in thousands of Hong Kong dollars)

	<u>Notes</u>	<u>2000</u>	<u>1999</u> (Note 32)
<b>Net cash inflow from operating activities</b>	28a	309,184	48,559
<b>Returns on investments and servicing of finance</b>			
Interest received		1,560	4,270
Interest paid		(38,709)	(46,486)
<b>Net cash outflow from returns on investments and servicing of finance</b>		(37,149)	(42,216)
<b>Taxation</b>			
Overseas tax paid		(741)	(685)
<b>Investing activities</b>			
Purchases of fixed assets		(93,379)	(23,660)
Increase in construction-in-progress		(33,459)	(25,081)
(Increase) decrease in other long-term assets		(11,355)	126
Additional investment in a subsidiary		(41,246)	–
Increase in investments in associates		(1,016)	–
Proceed from disposal of an associate		–	99,873
Increase in pledged bank deposits		(23,178)	–
<b>Net cash (outflow) inflow from investing activities</b>		(203,633)	51,258
<b>Net cash inflow before financing</b>		67,661	56,916
<b>Financing</b>	28b		
Proceeds from issue of ordinary shares		912	3,169
New bank borrowings		82,972	–
Repayment of bank borrowings		(64,935)	(39,078)
<b>Net cash inflow (outflow) from financing</b>		18,949	(35,909)
<b>Increase in cash and cash equivalents</b>		86,610	21,007
<b>Cash and cash equivalents, beginning of year</b>		84,757	63,750
<b>Cash and cash equivalents, end of year</b>		171,367	84,757
<b>Analysis of cash and cash equivalents</b>			
Cash and bank deposits		171,367	91,330
Bank overdrafts and short-term bank borrowings repayable within three months from the dates of advances		–	(6,573)
		171,367	84,757