

Notes on the Consolidated Cash Flow Statement

For the year ended 31 December 2000

(Prepared under the International Accounting Standards)

(a) Reconciliation of profit from ordinary activities before share of net loss of associated companies to cash inflow from operating activities:

	2000 Rmb'000	1999 Rmb'000
Profit from ordinary activities before share of net loss of associated companies	93,392	46,460
Interest and investment income	(29,172)	(25,183)
Interest expense	57,185	82,706
Gain on disposal of a subsidiary	-	(44,649)
Provision for major repairs and maintenance	-	14,890
Provision for diminution in value of other unlisted investments	5,607	5,111
Provision for bad and doubtful debts	32,767	(16,504)
Amortisation and depreciation of fixed assets	69,435	84,287
Amortisation of pre-operating expenses	-	7,682
Provision for inventories	3,679	6,665
Gain on disposal of fixed assets (net)	(7,439)	(4,095)
Increase in inventories	(66,788)	(7,413)
(Increase)/decrease in trade and other receivables	(22,404)	332,505
Decrease/(increase) in time deposits with original maturity more than three months	10,999	(44,999)
Decrease in trade and other payables	(100,218)	(338,715)
Cash inflow from operating activities	47,043	98,748

(b) Analysis of changes in financing during the year:

	Interest-bearing bank and other loans Rmb'000	Long term payables Rmb'000	Minority interests Rmb'000	Total Rmb'000
Balance at 1 January 2000	833,012	5,503	21,056	859,571
Cash flow from financing	940,740	45	-	940,785
Repayment	(864,553)	(1,135)	-	(865,688)
Net attributable profit	-	-	23,449	23,449
Contribution to housing revolving fund	-	916	-	916

Balance at 31 December 2000	909,199	5,329	44,505	959,033
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(c) Investing and financing activities which did not involve cash receipts or payments:

	2000 Rmb'000	1999 Rmb'000
Increase in long-term investments by the transfer from other debtors	12,475	40,000
Transfer of interest receivables to long-term investments	14,560	-
Transfer of interest receivables to other debtors	41,295	-

(d) An analysis of the net outflow of cash and cash equivalents in respect of the disposal of a subsidiary is as follows:

	2000 Rmb'000	1999 Rmb'000
Cash received	-	10
Cash at bank and in hand disposed of	-	(13,141)
Net outflow of cash and cash equivalents in respect of the disposal of a subsidiary	-	(13,131)