

## Cash Flow Statement

*For the year ended 31 December 2000*  
(Prepared under the PRC Accounting Standards)

	<b>2000</b> <b>Rmb'000</b>	<b>1999</b> <b>Rmb'000</b>
Cash flow from operating activities		
Cash received from sale of goods and rendering of service	642,166	482,939
Output VAT and VAT refund received	106,439	79,700
Other cash received relating to operating activities	7,220	9,656
Sub-total of cash inflow	755,825	572,295
Cash paid for purchase of goods and acceptance of service	(463,130)	(326,926)
Cash paid to and on behalf of employees	(55,135)	(49,520)
VAT on purchases paid	(115,910)	(80,040)
Income tax paid	-	(2,267)
Taxes paid other than VAT and income tax	(8,766)	(5,694)
Other cash paid relating to operating activities	(82,559)	(52,783)
Sub-total of cash outflow	(725,500)	(517,230)
Net cash inflow from operating activities (note 2)	30,325	55,065
Cash flow from investing activities		
Cash received from return of investments	13,186	24,532
Net cash received from disposal of fixed assets	7,803	990
Cash received from other investing activities	-	10
Sub-total of cash inflow	20,989	25,532
Cash paid to acquire fixed assets	(33,910)	(68,756)
Other cash paid relating to investing activities	(40,000)	-
Sub-total of cash outflow	(73,910)	(68,756)
Net cash outflow from investing activities	(52,921)	(43,224)

The notes on pages 106 to 150 form part of these accounts.

	<b>2000</b> <b>Rmb'000</b>	<b>1999</b> <b>Rmb'000</b>
Cash flow from financing activities		
Proceeds from borrowings	855,939	667,652
Sub-total of cash inflow	855,939	667,652

Cash paid for repayment of borrowings	(779,722)	(583,515)
Cash paid for repayment of interest	(51,759)	(53,251)
Sub-total of cash outflow	(831,481)	(636,766)
Net cash inflow from financing activities	24,458	30,886
Net increase in cash and cash equivalents (note 3)	1,862	42,727

The notes on pages 106 to 150 form part of these accounts.