

CONSOLIDATED CASH FLOW STATEMENT 49

For the year ended 31 December, 2002

(Expressed in Renminbi)

	Note	2002 RMB'000	2001 RMB'000
Cash inflows from operations	33 (a)	4,762,923	3,185,523
Interest received		52,618	49,878
Interest paid		(1,051,027)	(970,734)
Income tax paid		(66,970)	(40,724)
Net cash inflows from operating activities		3,697,544	2,223,943
Investing activities:			
Proceeds from sale of fixed assets		825,197	605,385
Proceeds from sale of investments		68	-
Dividends received from associated companies		3,093	5,946
Increase in long term receivables		(943)	(345)
Payment of lease and equipment deposits		(1,999,233)	(2,027,063)
Refund of lease and equipment deposits		2,117,386	200,029
Capital expenditures		(6,351,030)	(1,492,126)
Purchase of investments in equity securities		(6,721)	(1,241)
Investment in associated company		(136,500)	(147,875)
Investments in jointly controlled entities		(295,670)	(178,372)
Governmental subsidy for safety related capital expenditures		40,240	-
Effect of acquisition of subsidiaries	33 (c)	(90,491)	-
Net cash used in investing activities		(5,894,604)	(3,035,662)
Net cash outflows before financing activities		(2,197,060)	(811,719)
Financing activities:			
Proceeds from bank and other loans		6,996,780	2,123,613
Repayment of bank and other loans		(2,194,630)	(890,228)
Repayment of principal under finance lease obligations		(1,546,185)	(1,756,098)
Capital contributions received from minority shareholders		10,625	707
Dividend paid to shareholders		(67,484)	-
Dividends paid to minority shareholders		(48,866)	(45,867)
Net cash inflows/(outflows) from financing activities		3,150,240	(567,873)

50 CONSOLIDATED CASH FLOW STATEMENT (cont'd)

For the year ended 31 December, 2002

(Expressed in Renminbi)

	2002 RMB'000	2001 RMB'000
Increase/(decrease) in cash and cash equivalents	953,180	(1,379,592)
Cash and cash equivalents at beginning of year	2,817,863	4,197,455
Cash and cash equivalents at end of year	3,771,043	2,817,863

The notes on pages 51 to 108 form part of these financial statements.

Time	To	Airline	Flight	Class	Time
18:00	HONG KONG	CHINA SOUTHERN	CZ3501	C	17:30
18:00	LOS ANGELES	UNITED AIRLINES	UA 818	D	18:45
18:55	BEIJING	CHINA SOUTHERN	CZ3195	D	
19:00	HONOLULU	NORTHWEST	JD 19	A	
20:00	SHANGHAI	CHINA SOUTHERN	CZ 882	B	
22:55	SYDNEY	ANSETT	NH 173	B	