

	2002 RMB'000	2001 RMB'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax	956,641	754,118
Adjustments for:		
Depreciation	97,184	79,731
Provision for doubtful debts	3,400	4,000
Interest expenses	13,035	14,459
Interest income	(11,147)	(8,138)
Operating profit before working capital changes	1,059,113	844,170
Working capital adjustments:		
Increase in trade debtors	(62,850)	(121,259)
Decrease/(increase) in inventories	(62,111)	20,533
Decrease/(increase) in deposits, prepayments and other receivables	18,413	(3,150)
Increase in trade creditors	10,541	13,906
Increase in accruals and other creditors	54,297	29,935
Decrease in amount due to a director	—	(694)
	1,017,403	783,441
Interest paid	(13,035)	(14,459)
Interest received	11,147	8,138
Tax paid	(126,321)	(142,497)
Net cash generated from operating activities	889,194	634,623
NET CASH USED IN INVESTING ACTIVITIES		
Purchases of fixed assets	(500,190)	(260,486)
Increase in deposits for acquisition of fixed assets	(77,710)	—
Increase in time deposits with original maturity of more than three months when acquired	(178,314)	(272,167)
	(756,214)	(532,653)

(Continued)

46 Consolidated Cash Flow Statement (Continued)

Year ended 31 December 2002

	2002 RMB'000	2001 RMB'000
CASH FLOWS FROM FINANCING ACTIVITIES		
Drawdown of bank loans	200,000	197,500
Repayment of bank loans	(200,000)	(220,000)
Dividends paid	(263,918)	(224,292)
Issue of shares	457,451	254,934
Share issue expenses	(19,737)	(29,119)
Net cash inflow/(outflow) from financing activities	173,796	(20,977)
NET INCREASE IN CASH AND CASH EQUIVALENTS	306,776	80,993
Cash and cash equivalents at beginning of year	178,046	97,053
CASH AND CASH EQUIVALENTS AT END OF YEAR	484,822	178,046
ANALYSIS OF BALANCES OF CASH AND CASH EQUIVALENTS		
Cash and bank balances	935,303	450,213
Time deposits with original maturity of more than three months when acquired	(450,481)	(272,167)
	484,822	178,046