

# Consolidated Cash Flow Statement

For the year ended 31 December 2002

	2002 RMB'000	2001 RMB'000
<b>OPERATING ACTIVITIES</b>		
Profit (loss) before taxation	130,283	(40,893)
Adjustment for:		
Share of results of associates	(194,419)	(278,474)
Interest income	(34,049)	(58,710)
Interest expenses	113,251	117,272
Depreciation and amortisation	258,002	202,456
Loss on disposal and write off of property, plant and equipment	296	2,787
Impairment losses recognised in respect of property, plant and equipment	19,270	6,063
Impairment losses recognised in respect of intangible assets	4,510	–
Dividend income from other investments	(19,610)	(37,716)
Gain on deemed disposal of subsidiaries	(105,488)	–
Gain on disposal of partial interest in an associate	(36,646)	–
Gain on deemed disposal of an associate	(3,787)	–
Impairment loss of goodwill arising on acquisition of an associate	72,003	–
Write back of impairment loss recognised in respect of other investments	–	(23,541)
Gain on disposal of other investments	–	(197)
Operating cash flows before movements in working capital	203,616	(110,953)
Decrease (increase) in inventories	59,386	(31,161)
Increase in trade and other receivables	(745,830)	(313,782)
(Increase) decrease in bills receivable	(22,902)	18,240
Decrease (increase) in amounts due from fellow subsidiaries	12,069	(6,414)
Increase in amount due from an associate	(775,212)	(295)
Decrease (increase) in amounts due from related companies	237,058	(227,975)
Increase in trade and other payables	806,526	950,236
Decrease in bills payable	90,807	116,574
Decrease in amounts due to fellow subsidiaries	(122,457)	–
Increase (decrease) in amount due to an associate	174,398	(364)
Decrease in amounts due to related companies	–	(6,156)
Cash (used in) generated from operations	(82,541)	387,950
The People's Republic of China income tax paid	(22,840)	(8,459)
Hong Kong Profits Tax paid	(10,138)	(7,500)
<b>NET CASH (USED IN) GENERATED FROM OPERATING ACTIVITIES</b>	<b>(115,519)</b>	<b>371,991</b>

## Consolidated Cash Flow Statement

For the year ended 31 December 2002

	Notes	2002 RMB'000	2001 RMB'000
<b>INVESTING ACTIVITIES</b>			
Purchase of property, plant and equipment		(666,651)	(1,767,503)
Purchase of intangible assets		(130,082)	–
Disposal of subsidiaries	29(a)	(79,138)	–
Acquisition of interests in associates		(6,617)	(17,047)
Dividends received from associates		285,123	196,552
Proceeds from disposal of property, plant and equipment		260,387	12,681
Proceeds from disposal of partial interest in associate		73,416	–
Proceeds from disposal of other investments		46,578	10,197
Interest received		34,049	58,710
Decrease (increase) in pledged bank deposits		20,603	(526,813)
Dividends received from other investments		19,610	37,716
Deposit paid		–	(101,268)
Purchase of other investments		–	(19,080)
Acquisition of a subsidiary, net of cash and cash equivalent acquired	30	–	(7,904)
<b>NET CASH USED IN INVESTING ACTIVITIES</b>		<b>(142,722)</b>	<b>(2,123,759)</b>
<b>FINANCING ACTIVITIES</b>			
New borrowings raised		1,097,847	3,602,807
Capital contribution from minority shareholders		186,202	–
Repayment of borrowings		(860,200)	(2,010,285)
Interest paid		(120,596)	(156,309)
Repaid to ultimate holding company		(79,104)	(20,896)
Dividends paid to minority shareholders		(55,615)	(11,148)
Repayment of finance leases		(6,344)	–
Dividends paid		–	(35,932)
<b>NET CASH GENERATED FROM FINANCING</b>		<b>162,190</b>	<b>1,368,237</b>
<b>DECREASE IN CASH AND CASH EQUIVALENTS</b>		<b>(96,051)</b>	<b>(383,531)</b>
<b>CASH AND CASH EQUIVALENTS AT 1 JANUARY</b>		<b>1,757,492</b>	<b>2,141,023</b>
<b>CASH AND CASH EQUIVALENTS AT 31 DECEMBER, represented by Bank balances and cash</b>		<b>1,661,441</b>	<b>1,757,492</b>