

CONSOLIDATED CASH FLOW STATEMENT

(Prepared in accordance with accounting principles generally accepted in Hong Kong)
For the year ended 31 December 2004

| | Note | 2004 RMB'000 | 2003 RMB'000 |
|--|-------|------------------|-----------------|
| Operating activities | | | |
| Net cash inflow generated from operations | 26(a) | 201,135 | 800,218 |
| Interest paid | | (20,316) | (43,369) |
| PRC enterprise income tax paid | | (1,804) | (1,982) |
| Net cash inflow from operating activities | | 179,015 | 754,867 |
| Investing activities | | | |
| Purchase of property, plant and equipment | | (50,653) | (64,492) |
| Sale of property, plant and equipment | | 233 | 13,310 |
| Disposal of interest in subsidiaries, net of cash disposed | | 1,114 | 850 |
| Sale of discontinued assets | 3 | 6,043 | – |
| Interest received | | 7,902 | 19,396 |
| Purchase of an associated company, net of cash acquired | | – | (800) |
| Dividends received from associated companies | | 483 | 223 |
| Dividends received from investment securities | | 621 | 810 |
| Net cash outflow from investing activities | | (34,257) | (30,703) |
| Net cash inflow before financing | | 144,758 | 724,164 |
| Financing activities | | | |
| New loans payable | 26(b) | 709,585 | 1,740,839 |
| Repayment of amounts borrowed | 26(b) | (868,178) | (2,358,317) |
| Net cash outflow from financing | | (158,593) | (617,478) |
| (Decrease)/increase in cash and cash equivalents | | (13,835) | 106,686 |
| Cash and cash equivalents at 1 January | | 391,535 | 284,849 |
| Cash and cash equivalents at 31 December | | 377,700 | 391,535 |

The cash and cash equivalents at 31 December 2004 and 31 December 2003 represented the bank balances and cash as appeared in the balance sheet of the Group of respective date.