

Consolidated Cash Flow Statement

For the year ended 31 December 2004

| | Note | 2004 RMB'000 | 2003 RMB'000 |
|--|-------|-----------------|-----------------|
| Operating activities | | | |
| Cash generated from operations | 32(a) | 698,424 | 510,994 |
| Interest paid | | (6,251) | (11,024) |
| PRC income tax paid | | (65,546) | (47,731) |
| Net cash inflow from operating activities | | 626,627 | 452,239 |
| Investing activities | | | |
| Payments for fixed assets and construction in progress | | (510,294) | (457,887) |
| Proceeds from disposal of fixed assets | | 35,995 | 12,882 |
| Payments for intangible assets | | (9,101) | (15,402) |
| Interest received | | 5,598 | 3,879 |
| Acquisition of business | 33(a) | (111,372) | — |
| Acquisition of a subsidiary | 33(b) | 2,543 | — |
| Acquisition of additional equity interests in subsidiaries | 33(c) | (9,546) | (138,624) |
| Sale of long-term investments | | 204 | 1,379 |
| Proceeds from disposal of an associate | | 300 | — |
| Dividends received from associates | | 66,893 | 50,974 |
| Increase in investments in associates | | (24,229) | (18,752) |
| Net cash outflow from investing activities | | (553,009) | (561,551) |
| Financing activities | 32(b) | | |
| Proceeds from issue of shares | | 322,393 | 709,262 |
| Share issuance expenses | | (12,399) | (56,303) |
| New bank borrowings | | 127,740 | 752,000 |
| Repayment of bank borrowings | | (335,740) | (714,000) |
| Dividends paid | | (76,375) | (124,500) |
| Capital contribution from minority shareholders | | 13,260 | 29,570 |
| Dividends paid to minority shareholders | | (33,474) | (24,798) |
| Repayment of amounts due to shareholders | | — | (9,500) |
| Net cash inflow from financing activities | | 5,405 | 561,731 |
| Increase in cash and cash equivalents | | 79,023 | 452,419 |
| Cash and cash equivalents at beginning of the year | | 758,146 | 305,727 |
| Cash and cash equivalents at end of the year | | 837,169 | 758,146 |
| Comprising: | | | |
| Bank balances and cash at end of the year | | 837,169 | 758,146 |