

CONSOLIDATED CASH FLOW STATEMENT

Year ended 31 December			
	Note	2005 RMB'000	2004 RMB'000 Restated
Cash flows from operating activities			
Cash generated from operations	31	60,093	163,052
Interest paid		(749)	(543)
Income tax paid		(8,162)	(37,501)
Net cash generated from operating activities		51,182	125,008
Cash flows from investing activities			
Acquisition of subsidiary, net of cash acquired		(2,349)	–
Purchase of property, plant and equipment and intangible assets		(1,424)	(1,802)
Proceeds from disposal of property, plant and equipment		7	11
Sales of discontinued operations net of cash paid		–	(41,717)
Increase in investment in a jointly controlled entity		–	(2,550)
Increase in restricted bank deposits		–	(56,000)
(Increase)/Decrease in short-term bank deposits		(1,030,903)	2,070
Interest received		15,712	5,010
Net cash used in investing activities		(1,018,957)	(94,978)
Cash flows from financing activities			
Gross proceeds from initial public offering		58,611	954,490
Gross proceeds received on behalf of the Selling Shareholders		–	94,536
Initial public offering expenses paid		(25,391)	(42,560)
Proceeds from borrowings		10,000	–
Dividend paid to the Company's shareholders		(76,951)	(141,535)
Exchange gain on dividends paid to the Company's shareholders		406	–
Dividend paid to minority shareholders		(1,725)	(2,146)
Capital injection from minority shareholders		129	–
Net cash (used)/generated from financing activities		(34,921)	862,785
Net (decrease)/increase in cash and cash equivalents			
Cash and cash equivalents at beginning of the year	23	1,308,107	415,292
Effect of exchange rate changes		(20,678)	–
Cash and cash equivalents at end of the year	23	284,733	1,308,107

The accompanying notes are an integral part of these consolidated financial statements.