

CONSOLIDATED CASH FLOW STATEMENT

(All amounts in Renminbi thousands unless otherwise stated)

	Note	Year ended 31 December	
		2006	2005
Cash flows from operating activities			
Cash generated from operations	25	71,456	60,813
Interest paid		(2,057)	(3,242)
Income tax paid		(16,296)	(10,356)
Net cash generated from operating activities		53,103	47,215
Cash flows from investing activities			
Purchase of property, plant and equipment		(25,781)	(6,887)
Purchase of intangible assets		(22,100)	–
Interest received		4,040	922
Net cash used in investing activities		(43,841)	(5,965)
Cash flows from financing activities			
Proceeds from issue of ordinary shares		129,583	122,720
Payments for share issuance costs		(4,647)	(13,035)
Proceeds from borrowings		27,000	55,358
Repayment of borrowings		(45,364)	(68,629)
Dividend paid		–	(6,147)
Net cash generated from financing activities		106,572	90,267
Net increase in cash and cash equivalents		115,834	131,517
Cash and cash equivalents at beginning of the year	11	152,800	21,283
Cash and cash equivalents at end of the year	11	268,634	152,800

The notes on pages 41 to 73 are an integral part of these consolidated financial statements.