

CASH FLOW STATEMENT

2006

Unit: RMB

Item	Note	Consolidated	Note	Parent Company
1. Cash flow from operating activities				
Cash received from sales of goods of rendering of services		6,243,560,560.73		5,753,067,122.06
Refund of tax paid		269,783,265.06		252,855,868.36
Other cash received relating to operating activities		102,295,526.49		84,880,658.84
Sub-total of cash inflows		6,615,639,352.28		6,090,803,649.26
Cash paid for goods and services		3,456,623,945.83		3,009,839,486.92
Cash paid to and on behalf of employees		264,998,458.87		220,986,949.05
Total tax paid		63,171,118.99		45,574,079.33
Other cash paid relating to operating activities	33	211,593,638.14		212,390,988.85
Sub-total of cash outflows		3,996,387,161.83		3,488,791,504.15
Net cash flow from operating activities		2,619,252,190.45		2,602,012,145.11
2. Cash flow from investing activities				
Cash received from return of investments		51,292,690.94		51,292,690.94
Cash received from distribution of dividends or profits		3,901,751.67		6,671,214.23
Cash received from disposal of fixed assets, intangible assets, other long-term assets		3,850,673.42		1,393,383.42
Other cash received relating to investing activities		14,127,810.62		13,843,237.00
Sub-total of cash inflows		73,172,926.65		73,200,525.59
Cash paid to acquire fixed assets, intangible assets, other long-term assets		50,366,602.20		42,606,588.95
Cash paid to investments		397,727,630.00		345,068,830.00
Other cash paid relating to investing activities		—		—
Sub-total of cash outflows		448,094,232.20		387,675,418.95
Net cash flow from investment activities		-374,921,305.55		-314,474,893.36
3. Cash flows from financing activities				
Proceeds from issuing investments		—		—
Proceeds from borrowings		1,911,584,886.00		1,805,958,066.00
Other proceeds relating to financing activities		3,843,250.44		3,754,966.68
Sub-total of cash inflows		1,915,428,136.44		1,809,713,032.68
Cash repayment of amounts borrowed		442,488,300.00		400,708,300.00
Cash Payments for distribution of dividends or profits, interest expenses		9,417,815.53		6,322,291.56
Other cash payments relating to financing activities		787,390.55		783,794.40
Sub-total of cash outflows		452,693,506.08		407,814,385.96
Net cash flows from financing activities		1,462,734,630.36		1,401,898,646.72
4. Effect of foreign exchange rate changes on cash and bank balances		-13,488,407.07		-13,113,101.60
5. Net increase in cash and cash equivalents		3,693,577,108.19		3,676,322,796.87

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Additional information	Note	Consolidated	Note	Parent Company
1. Reconciliation of net profit to cash flows from operating activities				
Net Profit		293,616,579.81		290,939,164.71
Add: minority interests		10,333,831.03		—
Provision for impairment of assets		3,963,070.95		3,734,977.57
Depreciation of fixed assets		78,869,574.62		68,576,149.49
Amortization of intangible assets		4,930,585.00		4,930,585.00
Amortization of long-term deferred expenses		—		—
Decrease of deferred expenses (deduct: increase)		-399,711.68		340,480.00
Increase of accrued expenses (deduct: decrease)		-30,921,599.72		-30,751,101.84
Losses on disposal of fixed assets, intangible assets and other long-term assets (deduct: decrease)		625,754.35		2,299,798.35
Losses on write off of fixed assets		2,333,543.35		2,105,538.82
Financial expenses		4,126,375.06		937,644.86
Losses from investments (deduct: income)		-3,084,639.73		-18,269,806.70
Deferred tax credit (deduct: debit)		—		—
Decrease in inventories (deduct: increase)		-833,769,731.14		-790,901,011.06
Decrease in operating receivables (deduct: increase)		-40,519,018.80		-2,945,073.88
Increase in operating payables (deduct: decrease)		3,200,697,518.18		3,177,875,801.57
Others		-71,549,940.83		-106,861,001.78
Net cash flows form operating activities		2,619,252,190.45		2,602,012,145.11
2. Investing and financing activities not involving cash flows				
Capital from debts		—		—
Convertible bonds within one year		—		—
Financing or leasing fixed assets		—		—
Others		—		—
3. Net increase in cash and cash equivalents				
Cash and bank balances at the end of the period		4,338,007,057.97		4,252,200,864.96
Less: cash and bank balances at the beginning of the period		644,429,949.78		575,878,068.09
Add: cash equivalents at the end of the period		—		—
Less: cash equivalents at the beginning of the period		—		—
Net increase of cash or cash equivalents		3,693,577,108.19		3,676,322,796.8