

# CONSOLIDATED CASH FLOW STATEMENT

For the year ended 31 December 2006

(All amounts in RMB)

		Year ended 31 December	
	Note	2006 RMB'000	2005 RMB'000
<b>Cash flows from operating activities</b>			
Cash generated from operations	32(a)	35,480	152,280
Interest paid		(10,232)	(7,069)
Income tax paid		—	(2,828)
Net cash generated from operating activities		25,248	142,383
<b>Cash flows from investing activities</b>			
Acquisition of minority interest in a subsidiary	33	(102,556)	—
Purchase of property, plant and equipment		(51,739)	(30,028)
Proceeds from sale of property, plant and equipment	32(b)	305	1,498
Purchase of intangible assets		(7,367)	—
Proceeds from sale of a parcel of land use right	34(c)	—	486
(Increase)/decrease in due from related parties		(3,047)	236
Interest received		5,340	1,569
Net cash used in investing activities		(159,064)	(26,239)
<b>Cash flows from financing activities</b>			
New bank loans		305,846	73,000
Repayment of bank loans		(213,470)	(97,000)
Increase of restricted bank deposits as the guarantee for bank borrowings (Note 19)	15	(16,248)	—
Proceeds from share issue, net of share issue expenses	32(c)	30,606	120,861
Dividend paid		(80,653)	(28,963)
Repayment of shareholders' loan		—	(47,594)
Net cash inflows from financing activities		26,081	20,304
<b>Net (decrease)/increase in cash and cash equivalents</b>			
Cash and cash equivalents at beginning of year	16	275,122	138,674
Cash and cash equivalents at end of the year	16	167,387	275,122

The notes on pages 43 to 83 are an integral part of these consolidated financial statements.